

THE ANNUAL BUDGET OF
DR RUTH SEGOMOTSI MOMPATI DISTRICT
MUNICIPALITY



2019/20 TO 2120/22
MEDIUM TERM REVENUE AND EXPENDITURE
FORECASTS

SCHEDULE A

ANNUAL BUDGET AND SUPPORTING DOCUMENTATION OF A MUNICIPALITY

Abbreviations and Acronyms

ACIP Accelerated Community Infrastructure Programme

BSC Budget Steering Committee

CAPEX Capital Budget/Expenditure

CBD Central Business District

CFO Chief Financial Officer

CPI Consumer Price Index

DBSA Development Bank of South Africa

DoRA Division of Revenue Act

DWA Department of Water Affairs

EDTA Economic Development, Tourism and Agriculture

EE Employment Equity

EEDSM Energy Efficiency Demand Side Management

EM Executive Mayor

FBS Free basic services

GAMAP Generally Accepted Municipal Accounting Practice

GDP Gross domestic product

GFS Government Financial Statistics

GRAP General Recognised Accounting Practice

HR Human Resources

IDP Integrated Development Plan

ICT Information & Communication Technology

KPA Key Performance Area

KPI Key Performance Indicator

LED Local Economic Development

MEC Member of the Executive Committee

MFMA Municipal Finance Management Act

MIG Municipal Infrastructure Grant

MM Municipal Manager

MMC Member of Mayoral Committee

MSA Municipal Systems Act

MTEF Medium-term Expenditure Framework

MTREF Medium-term Revenue and Expenditure Framework

MWIG Municipal Water Infrastructure Grant

NGO Non-Governmental organisations

NKPIs National Key Performance Indicators

NT National Treasury

OHS Occupational Health and Safety

OP Operational Plan

OPEX Operating Budget/Expenditure

DrRSM Dr Ruth Segomotsi Mompati District Municipality

PBO Public Benefit Organisations

PMS Performance Management System

PPE Property Plant and Equipment PPP Public Private Partnership

PT Provincial Treasury

RBIG Regional Bulk Infrastructure Grant

RRAMS Rural Road Asset Management System

RHIG Rural Household Infrastructure Grant

SALGA South African Local Government Association

SDBIP Service Delivery & Budget Implementation Plan

SMME Small Micro and Medium Enterprises

WSOG Water Services Operating Grant

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Part 1 – Annual Budget

1.1 Mayor's Comments on the budget

The Executive Mayor will deliver her Budget speech at the tabling of the draft budget for approval. A copy of the speech will be included thereafter.

The draft IDP and draft SDBIP will also be approved during a Special Council meeting that will held on the 30th May 2019.

Boitumelo Mahlangu
Executive Mayor
Dr Ruth S. Mompoti District Municipality

1.2 Council Resolutions

During a special council meeting which was held on the 28th March 2019 at 14H00 in the Dr Ruth S. District Municipality, the Council adopted the following resolutions:

Resolved:

- a) That Council notes the Draft Operating and Capital Budget for the MTREF 2019/20 to 2021/2022.
- b) That the Draft Operating and Capital budget be made public in terms of section 22 of the MFMA and in accordance with chapter 4 of the Municipal Systems Act.
- c) That Council notes the decline in revenue in budget for MTREF 2019/20.
- d) That District Municipality review and sign the Service Level Agreement with Local Municipalities as Water Service Providers.
- e) That should the Municipalities refuse to sign the SLA the District should reclaim its functions and powers in terms of Section 84 of the Municipal Structures Act.
- e) That mechanisms to monitor and evaluate the performance of the Water Service Providers be developed & implemented.
- f) That it be noted that the EFF Councillors present in the meeting registered their descending votes.

Resolution: 37/ 2018/19

1.3 Executive Summary

The application of sound financial management principles for the compilation of the Municipality's financial plan is essential and critical to ensure that the Municipality remains financially viable and that municipal services are provided sustainable, economically and equitably to all communities.

The Municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programmes so as to maintain sound financial stewardship. A critical review was also undertaken of expenditure on non-core and 'nice to have' items.

The publishing of the regulation on the Standard chart of Accounts (SCOA) on 22 April 2014 will have a profound effect on the business of local government. This reform is not limited to a financial reform, but a business reform as a whole. It is the largest reform since the promulgation of the Municipal Finance Management Act in 2003, and municipalities are expected to have implemented this reform for which the target date was 01 July 2017. The mSCOA Regulations aim to ensure a standardised and uniform reporting of financial transactions of municipalities. The following are extracts from the preamble to the regulations:-

"Section 216 of the Constitution of the Republic of South Africa, 1996, provides that national legislation must prescribe measures to ensure transparency and expenditure control in each sphere of government by introducing generally recognised accounting practice, uniform expenditure classifications and uniform treasury norms and standards." "These Regulations propose segments and a classification framework for the standard chart of accounts to be applied in local government in similar form to that implemented for national and provincial government departments. In order to enable the National Treasury to provide consolidated local government information for incorporation in national accounts, national policy and other purposes, it must obtain financial information from individual municipalities."

The regulations contain amongst others, segment and classification framework for SCOA, minimum business process and system requirements and responsibilities of municipal councils and accounting officers.

The segments classification consists of the following:

Funding segment – This segment relates to the various sources of funding available to municipalities and municipal entities for financing expenditure relating to the operation of the municipality and provides for both capital and operational spending.

Function segment - This segment provides for the classification of the transaction according to the function or service delivery objective and provides for the standardisation of functions and sub functions across local government.

Municipal Standard Classification Segment - This segment provides for the organisational structure and functionality of an individual municipality, which is not prescribed.

Project Segment - This segment provides for the classification of capital and operating projects on the basis of whether it relates to a specific project and if so, the type of project.

Regional Indicator Segment - This segment identifies and assigns government expenditure to the lowest relevant geographical region within which the intended beneficiaries of the service or capital investment are located.

Item Segment - This segment provides for the classification of item detail in the presentation of the financial position, performance and cash flow according to the nature of the transaction either as revenue, expenditure, asset, liability or net asset.

Costing Segment - This segment provides for a classification structure for secondary cost elements with reference to departmental charges, internal billing etc. and acts as a cost collector in determining inter alia total cost of services.

National Treasury's MFMA Circulars No. 78, 79, 82, 91 and 94, was used as guidance for the compilation of the 2019/20 MTREF. Some of the main key challenges experienced during the compilation of the 2019/20 MTREF can be summarised as follows:

The on-going difficulties in the national and local economy;

Ever aging water, roads, sewage and electricity infrastructure;

Lack of revenue sources and grant dependency, Dr Ruth S Mompati District Municipality is heavily dependent on grants for funding for the municipality;

The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities of the municipality;

Wage increases for municipal staff that have exceeded headline consumer inflation in the past, as well as the need to restructure certain components for operational efficiencies;

Lack of adequate and sufficient office space or office accommodation for the municipality

Maintaining a positive cash flow.

Support to local municipalities.

The delayed mSCOA implementation process and challenges encountered

The main concern being audit of the 2018/2019 FY

1.3.2 The Municipality's Budget Structure

The *mSCOA* Regulations applied to all municipalities and municipal entities with effect from 1 July 2017 . The 2018/2019 Ver. 6.2. A Schedule was complied with. The implementation of *mSCOA* must be considered a business reform and it requires a significant change in municipal business processes; and it involves systems conversion and or re-implementation.

Further, *mSCOA* requires organisational change as it is not only a financial reform that is being introduced. The tabled budget or consolidated budget must include an annexure containing the municipality's *mSCOA* project plan and progress to date.

A vote is one of the main segments of a budget. The structure is for reporting requirements and links the accounting performance both to the IDP and responsible officials. The high-level budget structure for Dr Ruth S Mompoti District Municipality as included in the budget documentation is shown in the table below:

BUDGET VOTE	VOTE DESCRIPTION
Vote 1	Office of the Executive Mayor
Vote 2	Office of the Speaker
Vote 3	Office of the Municipal Manager
Vote 4	Internal Audit
Vote 5	Budget and Treasury Office
Vote 6	Corporate Services
Vote 7	Planning and Development
Vote 8	Community Services: Environmental Health
Vote 9	Community Services: Fire and Disaster Management
Vote 10	Engineering Services
Vote 11	Project Management Unit
Vote 12	Economic Dev. Tourism and Agriculture

In view of the aforementioned, the following table is a consolidated overview of the proposed 2018/19 Medium-term Revenue and Expenditure Framework:

1.4 Operating Revenue Framework

For Dr Ruth Segomotsi Mompoti District Municipality to continue improving the quality of services provided to its citizens there is a need for the municipality to generate revenue. In these tough economic times strong revenue management is fundamental to the financial sustainability of the municipality. The reality is that, the district municipality is not selling any services nor does it charge for any services to the communities, meaning that there is no revenue generated internally at all and therefore dependence of conditional grants is still very high.

The District Municipality is faced with challenges which include amongst others, an increasing population demand for services as the populations and the demographics of the district are growing, as well as development backlogs and increasing poverty levels. The expenditure required to address

these challenges will inevitably always exceed available funding; hence difficult choices have to be made in relation balancing expenditures against available financial resources.

The municipality still needs to develop a revenue strategy which will be built around the following key components:

- National Treasury's guidelines and macroeconomic policy;
- Growth in the Municipality and continued economic development;
- Identification of new possible revenue sources and the sustainability of such sources
- Increased pressure to deliver and maintain services and recover costs;

Table 1 Consolidated Overview of the 2019/20 and the MTREF

Description	Current Year 2018/19		2019/20 Medium Term Revenue		
R thousand	Original Budget	Adjusted Budget	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
	R'000	R'000	R'000	R'000	R'000
REVENUE					
Operating Revenue	738 353	702 353	695 711	745 296	874 386
EXPENDITURE	—	—	—	—	
Operating Expenditure	396 999	357 763	374 336	409 016	448 888
Capital Expenditure	378 980	382 375	358 166	380 997	447 861
TOTAL EXPENDITURE	775 979	740 138	732 503	790 013	896 748
NETT BALANCE	(37 626)	(37 786)	(36 792)	(44 717)	(22 362)

Operating Budget – 50.20%
Capital Budget - 49.80%

The total revenue for the 2019/20 as indicated in the Division of Revenue Act indicates as small percentage decrease. This is due to the fact that the Equitable Share as per the 2019 DoRA, R361,316m had to be reduced by R54m. The National Treasury had come to the agreement with the Municipality that the R150m that was lost to VBS Mutual bank will be set off by R18m per tranche that is due to the municipality until 2021/2022 FY. This means that Operating expenses had to be reprioritized and all posts not deemed critical were freezed. The hard-hit department is Budget and Treasury Office.

The operating expenditure amounts to 50.20%% of the total revenue whereas the total capital expenditure amounts to 49.80% of the total revenue.

Table 2 Revenue by Source

The following Table A4 presents the summary classification of Revenue by Source;

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand	1										
Revenue By Source											
Rental of facilities and equipment		797	942	942	1 185	1 185	1 185	1 185	1 303	1 433	1 577
Interest earned - external investments		6 643	14 196	15 070	18 332	18 332	18 332	18 332	15 382	16 865	18 046
Licences and permits		-	-	-	(15 168)	(15 168)	(15 168)	(15 168)	-	-	-
Transfers and subsidies		266 558	285 383	313 973	342 247	303 803	303 803	303 803	320 660	321 062	321 641
Other revenue	2	947	6 384	657	400	400	400	400	200	225	260
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		274 945	306 906	330 642	346 996	308 552	308 552	308 552	337 545	339 586	341 524

Table 3 Operating Transfers and Grant Receipts per Grant

Description R thousand	Current Year 2018/19		2019/20 Medium Term Revenue & Expenditure Framework		
	Original Budget	Adjusted Budget	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue By Source					
Rental of facilities and equipment	1 185	1 185	1 303	1 433	1 577
Interest earned - external investments	18 332	18 332	15 382	16 865	18 046
Local Government Equitable Share	337 205	301 205	307 316	334 938	419 621
Finance Management	1 250	1 250	1 785	2 217	2 481
EPWP Incentive	1 278	1 278	2 050		
Rural Road Asset Management Grant	2 444	2 444	2 589	2 738	2 888
5% MIG - PMU Operations	6 774	6 774	6 920	7 322	7 901
Municipal Infrastructure Grant (MIG)	128 708	128 708	131 473	139 122	150 125
Regional Bulk Infrastructure	149 150	149 150	121 693	129 660	180 868
Water Services Infrastructure Grant	91 557	91 557	105 000	110 775	116 868
Other revenue	400	400	200	225	260
TOTAL OPERATING REVENUE	738 283	702 283	695 711	745 296	900 634

1.5 Operating Expenditure Framework

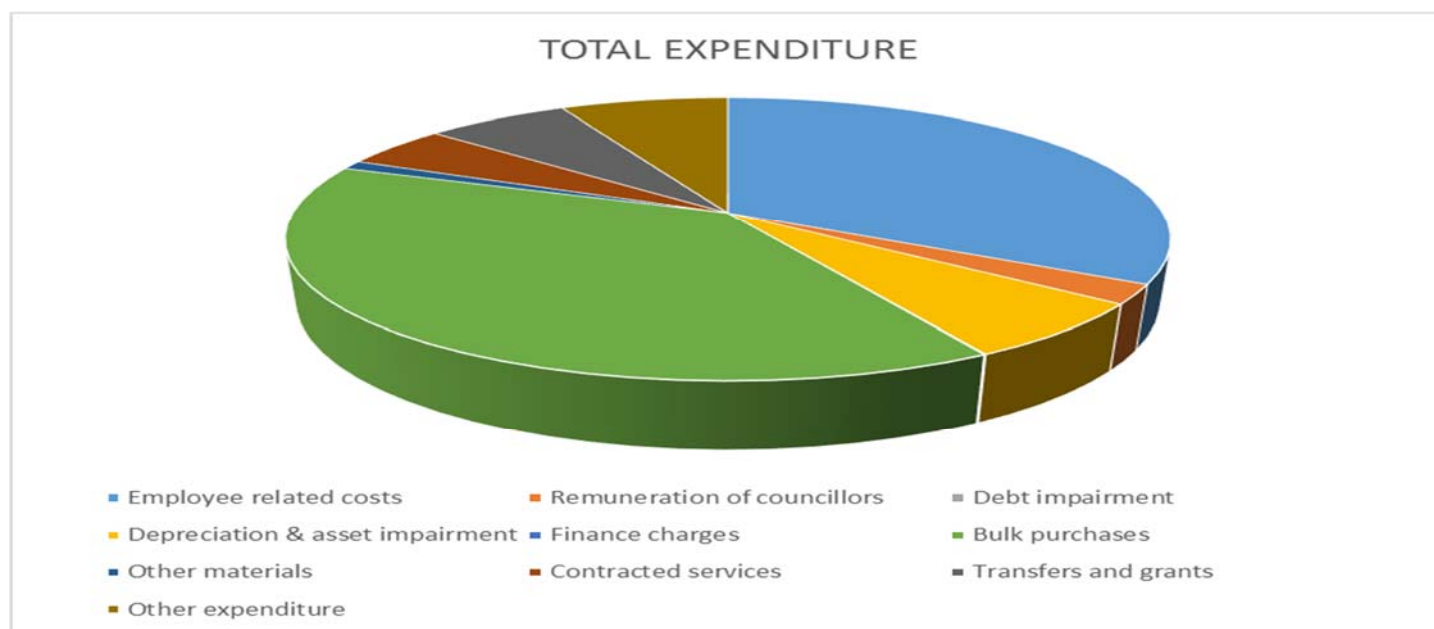
The municipality's expenditure framework for the 2019/20 budget and MTREF is informed by the following:

- Guidance provided by National Treasury in all budget circulars issued by the National Treasury and mostly on Circular 78, 79 ,82,91,94
- Balanced budget constraint
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA
- Operational gains and efficiencies will be directed to funding the capital budget and other core services; and core services; and

The following table is a high-level summary of the 2019/20 budget and MTREF (classified per main type of operating expenditure:

Table 4 Summary Operating Expenditure by standard classification item

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
<u>Expenditure By Type</u>											
Employee related costs	2	105 969	111 027	119 543	144 209	129 404	129 404	129 404	145 156	151 731	161 029
Remuneration of councillors		6 177	6 400	7 104	8 602	7 259	7 259	7 259	7 277	8 288	8 868
Debt impairment	3	(310)	141	–	1 500	1 500	1 500	1 500	1 700	1 800	1 900
Depreciation & asset impairment	2	37 675	38 911	225 032	40 828	36 366	36 366	36 366	39 527	39 378	41 548
Finance charges		2 862	3 436	3 734	130	88	88	88	10 800	10 800	10 800
Bulk purchases	2	134 364	130 061	106 164	115 011	103 461	103 461	103 461	95 000	113 164	122 949
Other materials	8	1 710	3 141	–	1 460	2 680	2 680	2 680	1 680	1 545	1 658
Contracted services		32 420	22 637	30 521	25 934	30 116	30 116	30 116	31 897	34 824	38 661
Transfers and subsidies		53 163	79 055	19 324	12 950	10 110	10 110	10 110	11 750	11 460	13 455
Other expenditure	4, 5	30 534	25 861	22 541	34 948	30 074	30 074	30 074	32 434	34 757	36 841
Loss on disposal of PPE		1 384	6 726								
Total Expenditure		405 949	427 396	533 964	385 572	351 058	351 058	351 058	377 220	407 748	437 710



Employee related costs are provided for within the threshold set by the National Treasury of a maximum of 35 – 40%. There is an increase in employee related costs. The organizational structure has been reviewed and approved by Council on the 28 February 2018. The total cost of the newly approved structure is estimated at R179, 077m however, there was a need to budget and fill posts that are critical like in the political offices and the Budget and Treasury Office. The Total employee related costs for 2019/20 is R145,156m.

The cost associated with the remuneration of Councillors is determined by the Minister of Cooperative Governance and Traditional Affairs in accordance with the Remuneration of Public

Office Bearers Act, 1998 (Act 20 of 1998). The proclamation with regard to the 2019/20 increases has not been published to date. For draft budgeting purposes, the same increase of 7 per cent, as for other employees has been factored into the budget.

Depreciation is widely considered a proxy for the measurement of the rate of asset consumption. Budget appropriations in this regard total R39,527m for the 2019/20 financial year and equates to 11 per cent of the total operating expenditure. Note that the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register which brings the total asset value of the municipality to R2.6bn as audited in June 2018 which means that for the municipality to sufficiently provide for the depreciation, an amount of at least R260m should be included in the budget. However, sufficient provision for depreciation is totally unaffordable due to the lack of sufficient financial resources and is not necessarily in line with the Asset Management Policy of the municipality.

Bulk purchases address the bulk water and bulk sanitation services which the District Municipality is providing through the entire district. The municipality is the Water Services Authority and contracted Sedibeng Water Board to provide the service on their behalf on some of its areas. A portion of the budgeted amount on the bulk purchases goes to address the old accounts between the district municipality and the water board is directly informed by the purchase water from the water service providers. There has been a difficulty in providing sufficiently for bulk water as due to limited financial resources. The municipality was also instructed by the Minister of Water and Sanitation to take over the Bloemhof Sewer Plant which was initially not in the financial plans of the municipality, and this directive was not followed by the financial resources to support it. The municipality could only provide R92.5m instead of a total estimate of R218m for the total districtwide service.

Other expenditure comprises of various line items relating to the daily operations of the municipality. The following diagram is a graphical demonstration of how the revenue is divided to cover the expenses of the municipality.

1.6 Capital Expenditure

The following table provides a breakdown of budgeted capital expenditure by vote:

Table 5 2019/20 Medium-term capital budget per vote

Vote Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR		58	787	80	200	200	200	200	200	100	120
Vote 2 - OFFICE OF THE SPEAKER		-	-	-	800	150	150	150	800	30	30
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	50	150	150	150	50	30	30
Vote 4 - INTERNAL AUDIT		-	-	-	150	150	150	150	130	30	45
Vote 5 - BUDGET AND TREASURY OFFICE		1 416	1 081	116	460	192	192	192	250	280	350
Vote 6 - CORPORATE SERVICES		-	892	296	195	195	195	195	240	120	120
Vote 7 - PLANNING AND DEVELOPMENT		-	15	25	550	550	550	550	550	510	610
Vote 8 - ENVIRONMENTAL HEALTH		-	13	37	770	770	770	770	150	100	90
Vote 9 - FIRE AND DISASTER MANAGEMENT		116	14	15	880	1 000	1 000	1 000	100	100	80
Vote 10 - ENGINEERING SERVICES		192 390	356 528	124 876	381 669	379 008	379 008	379 008	365 236	380 739	455 802
Vote 11 - PROJECT MANAGEMENT UNIT		-	-	-	160	50	50	50	50	30	30
Vote 12 - ECONOMIC DEVELOPMENT, TOURISM AND ARTS		-	-	45	80	110	110	110	100	50	120
Capital multi-year expenditure sub-total	7	193 979	359 331	125 491	385 964	382 525	382 525	382 525	367 856	382 119	457 427

For 2019/20 an amount of R365,235m has been appropriated for the development of infrastructure which represents 50.20 per cent of the total revenue. This amount is conditional grants will be allocated for grant funded projects relating to water and sanitation infrastructure. The other R2,620m is for movable assets and will be funded internally. This is Equitable Share funded

1.7 Annual Budget Tables

The following pages present the nine main budget tables (Table A1- A9) as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2019/20 budget and MTREF as approved by the Council. Each table is accompanied by explanatory notes (Narration).

Table 6 MBRR Table A1 - Budget Summary

DC39 Dr Ruth Segomotsi Mompoti - Table A1 Budget Summary

Description	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousands										
Financial Performance										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-	-
Investment revenue	6 643	14 196	15 070	18 332	18 332	18 332	18 332	15 382	16 865	18 046
Transfers recognised - operational	266 558	285 383	313 973	342 247	303 803	303 803	303 803	320 660	321 062	321 641
Other own revenue	1 744	7 327	1 600	(13 583)	(13 583)	(13 583)	(13 583)	1 503	1 658	1 837
Total Revenue (excluding capital transfers and contributions)	274 945	306 906	330 642	346 996	308 552	308 552	308 552	337 545	339 586	341 524
Employee costs	105 969	111 027	119 543	144 209	129 404	129 404	129 404	145 156	151 731	161 029
Remuneration of councillors	6 177	6 400	7 104	8 602	7 259	7 259	7 259	7 600	8 309	8 891
Depreciation & asset impairment	37 675	38 911	225 032	40 828	36 366	36 366	36 366	38 053	35 451	44 548
Finance charges	2 862	3 436	3 734	130	88	88	88	10 800	10 800	10 800
Materials and bulk purchases	136 074	133 202	106 164	116 471	106 141	106 141	106 141	94 180	114 710	124 607
Transfers and grants	53 163	79 055	19 324	12 950	10 110	10 110	10 110	13 500	11 510	13 500
Other expenditure	64 027	55 365	53 063	62 382	61 689	61 689	61 689	62 921	66 827	73 644
Total Expenditure	405 949	427 396	533 964	385 572	351 058	351 058	351 058	372 209	399 338	437 020
Surplus/(Deficit)	(131 004)	(120 490)	(203 322)	(38 576)	(42 506)	(42 506)	(42 506)	(34 665)	(59 752)	(95 496)
Transfers and subsidies - capital (monetary allocation)	251 291	402 713	361 214	369 415	369 415	326 164	326 164	358 166	379 557	447 861
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	120 288	282 223	157 892	330 839	326 909	283 658	283 658	323 502	319 805	352 365
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	120 288	282 223	157 892	330 839	326 909	283 658	283 658	323 502	319 805	352 365
Capital expenditure & funds sources										
Capital expenditure	193 979	359 331	125 491	386 124	382 525	382 525	382 525	361 136	380 997	449 526
Transfers recognised - capital	193 979	359 331	125 491	385 244	381 525	381 525	381 525	367 756	382 019	457 347
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-	-
Total sources of capital funds	193 979	359 331	125 491	385 244	381 525	381 525	381 525	367 756	382 019	457 347
Financial position										
Total current assets	117 197	172 631	71 040	78 851	78 851	78 851	51 803	35 798	38 304	40 985
Total non current assets	1 969 351	2 232 144	2 376 818	2 608 456	2 608 456	2 608 456	2 522 296	2 838 872	3 037 593	3 250 225
Total current liabilities	158 575	203 428	235 461	217 857	217 857	217 857	298 085	231 195	246 623	263 131
Total non current liabilities	102 608	92 375	80 984	80 520	80 520	80 520	89 105	72 774	64 742	56 903
Community wealth/Equity	1 825 364	2 108 973	2 131 413	2 388 930	2 388 930	2 388 930	2 186 909	2 570 701	2 764 532	2 971 176
Cash flows										
Net cash from (used) operating	193 102	406 911	445 538	28 389	400 248	400 248	400 248	338 693	364 656	509 073
Net cash from (used) investing	(193 979)	(359 331)	(484 067)	(378 690)	(378 690)	(378 690)	(378 690)	(358 166)	(357 764)	(357 185)
Net cash from (used) financing	(7 200)	(10 835)	(10 803)	(11 880)	(11 880)	(11 880)	(11 880)	(10 800)	(10 800)	(10 800)
Cash/cash equivalents at the year end	45 644	82 406	33 168	(343 005)	28 854	28 854	28 854	55 226	51 318	192 407
Cash backing/surplus reconciliation										
Cash and investments available	45 661	82 499	33 168	33 456	33 456	33 456	42 427	35 798	38 304	40 985
Application of cash and investments	132 156	151 418	222 279	211 274	211 274	211 274	298 538	220 395	235 823	252 331
Balance - surplus (shortfall)	(86 495)	(68 919)	(189 111)	(177 818)	(177 818)	(177 818)	(256 111)	(184 597)	(197 519)	(211 346)
Asset management										
Asset register summary (WDV)	193 979	359 331	125 491	375 990	375 990	375 990	375 990	365 236	380 739	455 802
Depreciation	(32 960)	(33 672)	(33 672)	(40 828)	(40 828)	(40 828)	(40 828)	(45 466)	(52 879)	(5 630)
Renewal and Upgrading of Existing Assets	-	-	-	-	-	-	-	-	-	-
Repairs and Maintenance	1 710	3 141	-	1 460	2 680	2 680	2 680	1 680	1 545	1 658
Free services										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-
Households below minimum service level										
Water:	-	-	-	-	-	-	-	-	-	-
Sanitation/sewage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

Explanatory notes to MBRR Table A1 - Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.
3. Financial management reforms emphasize the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - a. The operating surplus/deficit (after Total Expenditure) is positive over the MTREF
 - b. Capital expenditure is balanced by capital funding sources, of which
 - i. Transfers recognised is reflected on the Financial Performance Budget;
 - ii. No provision for any borrowing is incorporated in the net cash from financing on the Cash Flow Budget as the municipality anticipates not borrowing over the MTREF;
4. The Cash backing/surplus reconciliation shows that over the MTREF there is significant decline in cash levels

Table 7 MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

DC39 Dr Ruth Segomotsi Mompoti - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand	1									
Revenue - Functional										
<i>Governance and administration</i>		63 201	99 576	121 046	133 817	130 683	130 683	129 732	136 068	145 114
Executive and council		27 136	28 129	38 892	51 598	39 961	39 961	43 522	44 670	46 739
Finance and administration		36 065	71 448	82 154	67 271	75 678	75 678	71 018	75 142	80 980
Internal audit		-	-	-	14 948	15 044	15 044	15 193	16 256	17 394
<i>Community and public safety</i>		24 964	20 017	26 362	30 489	31 390	31 390	30 820	32 623	34 907
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		24 964	20 017	26 362	30 489	31 390	31 390	30 820	32 623	34 907
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		15 225	14 499	20 138	36 486	33 553	33 553	47 810	52 265	57 992
Planning and development		3 467	2 871	7 815	20 200	18 895	18 895	29 590	34 422	38 901
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		11 758	11 628	12 323	16 287	14 658	14 658	18 220	17 843	19 090
<i>Trading services</i>		408 982	560 287	507 855	494 604	512 125	512 125	469 587	503 720	614 312
Energy sources		-	-	-	-	-	-	-	-	-
Water management		408 982	560 287	507 855	494 604	512 125	512 125	469 587	503 720	614 312
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	13 864	15 240	16 455	19 235	15 725	15 725	17 763	20 619	22 063
Total Revenue - Functional	2	526 236	709 619	691 856	714 632	723 475	723 475	695 711	745 296	874 386
Expenditure - Functional										
<i>Governance and administration</i>		104 816	121 047	63 922	106 738	127 091	127 091	127 862	135 110	144 038
Executive and council		26 736	28 781	23 036	42 774	39 980	39 980	42 472	44 510	46 579
Finance and administration		78 080	92 265	40 887	63 964	73 160	73 160	70 328	74 373	80 110
Internal audit		-	-	-	-	13 951	13 951	15 063	16 226	17 349
<i>Community and public safety</i>		23 522	26 339	69 264	28 809	33 651	33 651	30 720	32 523	34 827
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		23 522	26 339	69 264	28 809	33 651	33 651	30 720	32 523	34 827
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		16 310	15 398	21 162	35 006	30 118	30 118	47 040	51 625	57 262
Planning and development		3 467	3 415	15 485	19 489	18 106	18 106	28 990	33 882	38 261
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		12 843	11 983	5 677	15 517	12 012	12 012	18 050	17 743	19 000
<i>Trading services</i>		242 883	249 574	371 563	186 083	168 138	168 138	151 052	169 189	190 818
Energy sources		-	-	-	-	-	-	-	-	-
Water management		242 883	249 574	371 563	186 083	168 138	168 138	151 052	169 189	190 818
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	13 683	15 039	8 053	19 155	16 232	16 232	17 663	20 569	21 943
Total Expenditure - Functional	3	401 214	427 397	533 964	375 791	375 230	375 230	374 336	409 016	448 888
Surplus/(Deficit) for the year		125 022	282 222	157 892	338 841	348 246	348 246	321 375	336 279	425 499

Explanatory notes to MBRR Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

- Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.
- Note the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table A4.

Table 8 MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

DC39 Dr Ruth Segomotsi Mompoti - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue by Vote		1								
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR		18 673	18 543	24 660	25 688	17 851	17 851	18 300	17 829	18 075
Vote 2 - OFFICE OF THE SPEAKER		4 877	4 971	9 387	12 061	10 647	10 647	11 289	11 954	12 721
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER		3 443	4 614	4 845	7 774	11 463	11 463	13 933	14 888	15 943
Vote 4 - INTERNAL AUDIT		10 667	11 696	14 804	14 948	15 044	15 044	15 193	16 256	17 394
Vote 5 - BUDGET AND TREASURY OFFICE		23 281	30 778	34 117	31 571	36 498	36 498	30 301	30 986	34 439
Vote 6 - COPORATE SERVICES		27 303	33 480	36 635	35 700	39 179	39 179	40 716	44 155	46 542
Vote 7 - PLANNING AND DEVELOPMENT		4 842	2 871	5 676	13 426	12 121	12 121	22 671	27 100	31 000
Vote 8 - ENVIRONMENTAL HEALTH		12 779	11 628	12 323	16 287	14 658	14 658	18 220	17 843	19 090
Vote 9 - FIRE AD DISASTER MANAGEMENT		20 018	20 017	26 362	30 489	31 390	31 390	30 820	32 623	34 907
Vote 10 - ENGINEERING SERVICES		375 081	549 855	509 280	524 399	518 899	518 899	469 587	503 720	614 312
Vote 11 - PROJECT MANAGEMENT UNIT		5 598	5 926	705	6 774	6 774	6 774	6 920	7 322	7 901
Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND		17 358	15 240	16 465	19 235	15 725	15 725	17 763	20 619	22 063
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	523 920	709 619	695 258	738 353	730 250	730 250	695 711	745 296	874 386
Expenditure by Vote to be appropriated		1								
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR		20 601	19 771	12 005	25 198	17 649	17 649	18 100	17 729	17 975
Vote 2 - OFFICE OF THE SPEAKER		6 135	9 010	11 031	11 261	10 448	10 448	10 489	11 924	12 691
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER		7 125	8 192	3 926	8 014	10 883	10 883	13 883	14 858	15 913
Vote 4 - INTERNAL AUDIT		11 598	15 369	20 869	14 798	13 951	13 951	15 063	16 226	17 349
Vote 5 - BUDGET AND TREASURY OFFICE		23 522	36 520	17 628	32 899	32 717	32 717	30 051	30 706	34 089
Vote 6 - COPORATE SERVICES		35 835	32 185	19 333	35 776	40 443	40 443	40 276	43 667	46 021
Vote 7 - PLANNING AND DEVELOPMENT		3 467	3 415	15 485	12 876	11 571	11 571	22 121	26 590	30 390
Vote 8 - ENVIRONMENTAL HEALTH		12 843	11 983	5 677	15 517	12 012	12 012	18 050	17 743	19 000
Vote 9 - FIRE AD DISASTER MANAGEMENT		23 522	26 339	48 395	28 809	33 651	33 651	30 720	32 523	34 827
Vote 10 - ENGINEERING SERVICES		242 883	249 574	371 563	186 082	168 138	168 138	151 052	169 189	190 818
Vote 11 - PROJECT MANAGEMENT UNIT		-	-	-	6 614	6 535	6 535	6 870	7 292	7 871
Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND		13 683	15 039	8 053	19 155	16 232	16 232	17 663	20 569	21 943
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	401 214	427 397	533 964	396 999	374 230	374 230	374 336	409 016	448 888
Surplus/(Deficit) for the year	2	122 705	282 222	161 294	341 353	356 020	356 020	321 375	336 279	425 499

Explanatory notes to MBRR Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

1. Table A3 above, is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the municipality. This means that, it is possible to present a deficit or a surplus in a municipal vote.

Table 9 MBRR Table A4 - Budgeted Financial Performance (revenue and expenditure)

DC39 Dr Ruth Segomotsi Mompoti - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description		Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
R thousand		1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue By Source												
Property rates	2		-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2		-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2		-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2		-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment			797	942	942	1 185	1 185	1 185	1 185	1 303	1 433	1 577
Interest earned - external investments			6 643	14 196	15 070	18 332	18 332	18 332	18 332	15 382	16 865	18 046
Interest earned - outstanding debtors			-	-	-	-	-	-	-	-	-	-
Dividends received			-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits			-	-	-	-	-	-	-	-	-	-
Licences and permits			-	-	-	(15 168)	(15 168)	(15 168)	(15 168)	-	-	-
Agency services			-	-	-	-	-	-	-	-	-	-
Transfers and subsidies			266 558	285 383	313 973	342 247	303 803	303 803	303 803	320 660	321 062	321 641
Other revenue	2		947	6 384	657	400	400	400	400	200	225	260
Gains on disposal of PPE												
Total Revenue (excluding capital transfers and contributions)			274 945	306 906	330 642	346 996	308 552	308 552	308 552	337 545	339 586	341 524
Expenditure By Type												
Employee related costs	2		105 969	111 027	119 543	144 209	129 404	129 404	129 404	145 156	151 731	161 029
Remuneration of councillors			6 177	6 400	7 104	8 602	7 259	7 259	7 259	7 600	8 309	8 891
Debt impairment	3		(310)	141	-	1 500	1 500	1 500	1 500	800	910	1 000
Depreciation & asset impairment	2		37 675	38 911	225 032	40 828	36 366	36 366	36 366	38 053	35 451	44 548
Finance charges			2 862	3 436	3 734	130	88	88	88	10 800	10 800	10 800
Bulk purchases	2		134 364	130 061	106 164	115 011	103 461	103 461	103 461	92 500	113 164	122 949
Other materials	8		1 710	3 141	-	1 460	2 680	2 680	2 680	1 680	1 545	1 658
Contracted services			32 420	22 637	30 521	25 934	30 116	30 116	30 116	30 237	31 429	36 123
Transfers and subsidies			53 163	79 055	19 324	12 950	10 110	10 110	10 110	13 500	11 510	13 500
Other expenditure	4, 5		30 534	25 861	22 541	34 948	30 074	30 074	30 074	31 884	34 487	36 521
Loss on disposal of PPE			1 384	6 726								
Total Expenditure			405 949	427 396	533 964	385 572	351 058	351 058	351 058	372 209	399 338	437 020
Surplus/(Deficit)			(131 004)	(120 490)	(203 322)	(38 576)	(42 506)	(42 506)	(42 506)	(34 665)	(59 752)	(95 496)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			251 291	402 713	361 214	369 415	369 415	326 164	326 164	358 166	379 557	447 861
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher	6		-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)												
Surplus/(Deficit) after capital transfers & contributions			120 288	282 223	157 892	330 839	326 909	283 658	283 658	323 502	319 805	352 365
Taxation												
Surplus/(Deficit) after taxation			120 288	282 223	157 892	330 839	326 909	283 658	283 658	323 502	319 805	352 365
Attributable to minorities												
Surplus/(Deficit) attributable to municipality			120 288	282 223	157 892	330 839	326 909	283 658	283 658	323 502	319 805	352 365
Share of surplus/ (deficit) of associate	7											
Surplus/(Deficit) for the year			120 288	282 223	157 892	330 839	326 909	283 658	283 658	323 502	319 805	352 365

Explanatory notes to Table A4 - Budgeted Financial Performance (revenue and expenditure)

1. Total operating revenue for 2019/20 is allocated at R337,545m and a projected increase to R339,586m for the 2020/21, a further increase to R341,524m the 2021/22. This indicates an inconsistent movement in the operating revenue from year to year, the two outer years are just estimated projections and these may change depending on the revised Division of Revenue Act of those relevant financial years

Table 10 MBRR Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

Vote Description R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR		58	787	80	200	200	200	200	200	100	120
Vote 2 - OFFICE OF THE SPEAKER		-	-	-	800	150	150	150	800	30	30
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER		-	-	-	50	150	150	150	50	30	30
Vote 4 - INTERNAL AUDIT		-	-	-	150	150	150	150	130	30	45
Vote 5 - BUDGET AND TREASURY OFFICE		1 416	1 081	116	460	192	192	192	250	280	350
Vote 6 - CORPORATE SERVICES		-	892	296	195	195	195	195	440	120	120
Vote 7 - PLANNING AND DEVELOPMENT		-	15	25	550	550	550	550	550	510	610
Vote 8 - ENVIRONMENTAL HEALTH		-	13	37	770	770	770	770	150	100	90
Vote 9 - FIRE AND DISASTER MANAGEMENT		116	14	15	880	1 000	1 000	1 000	100	100	80
Vote 10 - ENGINEERING SERVICES		192 390	356 528	124 876	381 669	379 008	379 008	379 008	358 316	379 617	447 901
Vote 11 - PROJECT MANAGEMENT UNIT		-	-	-	160	50	50	50	50	30	30
Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND		-	-	45	80	110	110	110	100	50	120
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	193 979	359 331	125 491	385 964	382 525	382 525	382 525	361 136	380 997	449 526

Explanatory notes to Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

1. Table A5 is a breakdown of the capital budget estimates in relation to capital expenditure by municipal vote. The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations, however, only single year projections are appropriated on this table. The capital expenditure is here presented by vote, standard classification as well as the relevant funding sources that will fund it.
2. The capital expenditure presented in table A5 is 49,80 % of the total revenue. This does not mean that the service delivery requirements are limited or measured at that percentage. However, this percentage is the only amount that could be affordable at this stage given the economic conditions and the available resources. The capital budget is mainly grant funded R 358,166m for infrastructure assets and the difference of R2,970m is internally generated funds, this is Equitable Share Funded.
3. Single-year capital expenditure has been appropriated at R379,617m for the 2019/20 financial year and a slight increase for 2020/21 to R382,119m in 2021/22 there is a slight increase to R 447,901m.
4. Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year. The budget appropriations for the two outer years are indicative allocations based on the departmental estimates as informed by the IDP and will be reviewed on an annual basis to assess the relevance of the expenditure in relation to the strategic objectives and service delivery imperatives of the municipality. For the purpose of funding assessment of the MTREF, these appropriations have been included but no commitments will be incurred against single-year appropriations for the two outer-years.
5. The capital programme is funded from grants and transfers, and small portion of the operating revenue.

Table 11 MBRR Table A6 - Budgeted Financial Position

DC39 Dr Ruth Segomotsi Mompoti - Table A6 Budgeted Financial Position

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand											
ASSETS											
Current assets											
Cash		11 704	594	473	3 747	3 747	3 747	12 403	4 009	4 290	4 590
Call investment deposits	1	33 957	81 905	32 694	29 709	29 709	29 709	30 024	31 789	34 014	36 395
Consumer debtors	1	71 535	90 132	286	45 395	45 395	45 395	-	-	-	-
Other debtors								9 376	-	-	-
Current portion of long-term receivables				37 587							
Inventory	2										
Total current assets		117 197	172 631	71 040	78 851	78 851	78 851	51 803	35 798	38 304	40 985
Non current assets											
Long-term receivables											
Investments											
Investment property		4 554	5 569	5 427	6 126	6 126	6 126	5 427	5 806	6 213	6 648
Investment in Associate											
Property, plant and equipment	3	1 963 832	2 225 050	2 370 122	2 600 389	2 600 389	2 600 389	2 508 725	2 830 989	3 029 158	3 241 199
Biological											
Intangible		965	1 526	1 270	1 941	1 941	1 941	1 317	2 077	2 222	2 378
Other non-current assets								6 828			
Total non current assets		1 969 351	2 232 144	2 376 818	2 608 456	2 608 456	2 608 456	2 522 296	2 838 872	3 037 593	3 250 225
TOTAL ASSETS		2 086 548	2 404 776	2 447 858	2 687 307	2 687 307	2 687 307	2 574 099	2 874 670	3 075 897	3 291 210
LIABILITIES											
Current liabilities											
Bank overdraft	1										
Borrowing	4	11 072	11 037	10 800	11 880	11 880	11 880	641	10 800	10 800	10 800
Consumer deposits				1 821							
Trade and other payables	4	142 411	187 252	222 840	205 977	205 977	205 977	297 444	220 395	235 823	252 331
Provisions		5 092	5 140								
Total current liabilities		158 575	203 428	235 461	217 857	217 857	217 857	298 085	231 195	246 623	263 131
Non current liabilities											
Borrowing		65 634	54 838	44 034	32 158	32 158	32 158	50 334	33 238	22 438	11 638
Provisions		36 974	37 537	36 950	48 362	48 362	48 362	38 771	39 537	42 304	45 265
Total non current liabilities		102 608	92 375	80 984	80 520	80 520	80 520	89 105	72 774	64 742	56 903
TOTAL LIABILITIES		261 183	295 803	316 445	298 377	298 377	298 377	387 190	303 969	311 365	320 034
NET ASSETS	5	1 825 364	2 108 973	2 131 413	2 388 930	2 388 930	2 388 930	2 186 909	2 570 701	2 764 532	2 971 176
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		1 816 925	2 099 147	2 121 587	2 378 858	2 378 858	2 378 858	2 177 083	2 560 187	2 753 283	2 959 139
Reserves	4	8 439	9 826	9 826	10 072	10 072	10 072	9 826	10 514	11 249	12 037
TOTAL COMMUNITY WEALTH/EQUITY	5	1 825 364	2 108 973	2 131 413	2 388 930	2 388 930	2 388 930	2 186 909	2 570 701	2 764 532	2 971 176

Explanatory notes to Table A6 - Budgeted Financial Position

1. MBRR Table A6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as "accounting". The order of items within each group illustrates items in the order of liquidity.
3. MBRR Table A6 contains mainly the following items:
 - Consumer debtors - The district municipality does not have any consumer base and therefore there are not consumer debtors. However, the debtors reflected in table A6 is mainly the Department of Water Affairs (DWA) and other sundry debtors.

- Property, plant and equipment;
- Trade and other payables;
- Provisions noncurrent;
- Changes in net assets, and
- Reserves

4. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitable impact on the Budgeted Financial Position. Therefore, any budget assumptions are critical as they form a critical link in determining the applicability and relevance of the budget as well as the determination of ratios and financial indicators. In addition, the funding compliance assessment is informed by directly forecasting the statement of financial position.

5. Reserves as presented in the above table are not cash backed. These are indicative amounts by which the movements in assets occurred. The Accumulated surplus is just an accounting figure used to calculate the value of the municipality in line with GRAP 1, it does not have any financial backing attached, therefore there are no monetary cash amounting to the value attached to the accumulated surplus.

Table 12 MBRR Table A7 - Budgeted Cash Flow Statement

DC39 Dr Ruth Segomotsi Mompoti - Table A7 Budgeted Cash Flows

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates									-	-	-
Service charges									-	-	-
Other revenue		250	2 913	3 139	1 585	1 585	1 585	1 585	1 503	1 658	1 837
Government - operating	1	266 558	291 994	313 973	342 247	342 247	342 247	342 247	313 740	339 893	424 990
Government - capital	1	253 261	402 322	478 083		371 859	371 859	371 859	330 625	358 417	444 872
Interest		6 643	14 196	15 070	18 332	18 332	18 332	18 332	15 382	16 865	18 046
Dividends									-	-	-
Payments											
Suppliers and employees		(277 584)	(225 459)	(341 668)	(320 695)	(320 695)	(320 695)	(320 695)	(309 057)	(340 667)	(367 172)
Finance charges		(2 862)		(3 734)	(130)	(130)	(130)	(130)	-	-	-
Transfers and Grants	1	(53 163)	(79 055)	(19 324)	(12 950)	(12 950)	(12 950)	(12 950)	(13 500)	(11 510)	(13 500)
NET CASH FROM/(USED) OPERATING ACTIVITIES		193 102	406 911	445 538	28 389	400 248	400 248	400 248	338 693	364 656	509 073
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE									-	-	-
Decrease (Increase) in non-current debtors									-	-	-
Decrease (increase) other non-current receivables									-	-	-
Decrease (increase) in non-current investments									-	-	-
Payments											
Capital assets		(193 979)	(359 331)	(484 067)	(378 690)	(378 690)	(378 690)	(378 690)	(358 166)	(357 764)	(357 185)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(193 979)	(359 331)	(484 067)	(378 690)	(378 690)	(378 690)	(378 690)	(358 166)	(357 764)	(357 185)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans									-	-	-
Borrowing long term/refinancing									-	-	-
Increase (decrease) in consumer deposits									-	-	-
Payments											
Repayment of borrowing		(7 200)	(10 835)	(10 803)	(11 880)	(11 880)	(11 880)	(11 880)	(10 800)	(10 800)	(10 800)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(7 200)	(10 835)	(10 803)	(11 880)	(11 880)	(11 880)	(11 880)	(10 800)	(10 800)	(10 800)
NET INCREASE/ (DECREASE) IN CASH HELD		(8 076)	36 745	(49 331)	(362 181)	9 678	9 678	9 678	(30 273)	(3 907)	141 088
Cash/cash equivalents at the year begin:	2	53 721	45 661	82 499	19 176	19 176	19 176	19 176	85 499	55 226	51 318
Cash/cash equivalents at the year end:	2	45 644	82 406	33 168	(343 005)	28 854	28 854	28 854	55 226	51 318	192 407

Explanatory notes to Table A7 - Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. It can be seen that the cash levels of the municipality remain positive over the MTREF period though highly declining as compared to the prior years. The municipality is encountering a serious cash flow problem, which is also evident in the 2019/20 budget.
4. The 2019/20 MTREF provide for a further break even in cash and cash equivalents for the year and for the two outer years. This means that it is projected that the municipality will have no cash available at the end of the financial years.

Table 13 MBRR Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

DC39 Dr Ruth Segomotsi Mompoti - Table A8 Cash backed reserves/accumulated surplus reconciliation

Dc57 Dr Ruth Segombos Mompoti - Table A: Cash backed reserves/accumulated surplus/reconciliation											
Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand											
Cash and investments available											
Cash/cash equivalents at the year end	1	45 644	82 406	33 168	(343 005)	28 854	28 854	28 854	55 226	51 318	192 407
Other current investments > 90 days		17	93	-	376 461	4 602	4 602	13 573	(19 428)	(13 015)	(151 422)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		45 661	82 499	33 168	33 456	33 456	33 456	42 427	35 798	38 304	40 985
Application of cash and investments											
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	132 156	151 418	222 279	211 274	211 274	211 274	298 538	220 395	235 823	252 331
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		132 156	151 418	222 279	211 274	211 274	211 274	298 538	220 395	235 823	252 331
Surplus(shortfall)		(86 495)	(68 919)	(189 111)	(177 818)	(177 818)	(177 818)	(256 111)	(184 597)	(197 519)	(211 346)

Explanatory notes to Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".
4. Non-compliance with section 18 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded.
5. Considering the requirements of section 18 of the MFMA, it can be concluded that the draft 2019/20 Budget and MTREF is not funded.

Table 14 MBRR Table A9 - Asset Management

DC39 Dr Ruth Segomotsi Mompoti - Table A9 Asset Management										
Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	561 985	742 240	583 778	376 010	375 480	375 480	368 006	382 909	458 287
<i>Water Supply Infrastructure</i>		192 390	356 437	124 829	369 415	369 415	369 415	365 236	380 739	455 802
Infrastructure		192 390	356 437	124 829	369 415	369 415	369 415	365 236	380 739	455 802
Licences and Rights		368 006	383 712	458 287	415	415	415	1 050	1 510	1 640
Intangible Assets		368 006	383 712	458 287	415	415	415	1 050	1 510	1 640
Computer Equipment		-	-	-	-	-	-	480	450	630
Furniture and Office Equipment		1 007	1 406	395	1 150	1 150	1 150	590	210	215
Machinery and Equipment		116	-	-	3 580	3 580	3 580	-	-	-
Transport Assets		466	685	267	1 450	920	920	650	-	-
<u>Total Capital Expenditure</u>	4	561 985	742 240	583 778	376 010	375 480	375 480	368 006	382 909	458 287
<i>Water Supply Infrastructure</i>		192 390	356 437	124 829	369 415	369 415	369 415	365 236	380 739	455 802
Infrastructure		192 390	356 437	124 829	369 415	369 415	369 415	365 236	380 739	455 802
Licences and Rights		368 006	383 712	458 287	415	415	415	1 050	1 510	1 640
Intangible Assets		368 006	383 712	458 287	415	415	415	1 050	1 510	1 640
Computer Equipment		-	-	-	-	-	-	480	450	630
Furniture and Office Equipment		1 007	1 406	395	1 150	1 150	1 150	590	210	215
Machinery and Equipment		116	-	-	3 580	3 580	3 580	-	-	-
Transport Assets		466	685	267	1 450	920	920	650	-	-
Land		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class		561 985	742 240	583 778	376 010	375 480	375 480	368 006	382 909	458 287
ASSET REGISTER SUMMARY - PPE (WDV)										
	5	193 979	359 331	125 491	375 990	375 990	375 990	365 236	380 739	455 802
<i>Water Supply Infrastructure</i>		192 390	356 437	124 829	369 415	369 415	369 415	365 236	380 739	455 802
Infrastructure		192 390	356 437	124 829	369 415	369 415	369 415	365 236	380 739	455 802
Other Assets		1 589	2 091	662	6 160	6 160	6 160			
Biological or Cultivated Assets										
Intangible Assets			803		415	415	415			
Computer Equipment										
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	193 979	359 331	125 491	375 990	375 990	375 990	365 236	380 739	455 802
EXPENDITURE OTHER ITEMS										
<u>Depreciation</u>	7	(31 250)	(30 531)	(33 672)	(39 368)	(38 148)	(38 148)	(43 786)	(51 333)	(3 972)
<u>Repairs and Maintenance by Asset Class</u>	3	(32 960)	(33 672)	(33 672)	(40 828)	(40 828)	(40 828)	(45 466)	(52 879)	(5 630)
Computer Equipment		1 710	3 141	-	1 460	2 680	2 680	1 680	1 545	1 658
		1 710	3 141	-	1 460	2 680	2 680	1 680	1 545	1 658
TOTAL EXPENDITURE OTHER ITEMS		(31 250)	(30 531)	(33 672)	(39 368)	(38 148)	(38 148)	(43 786)	(51 333)	(3 972)
<i>Renewal and upgrading of Existing Assets as % of total capex</i>		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<i>Renewal and upgrading of Existing Assets as % of deprecn</i>		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<i>R&M as a % of PPE</i>		0.1%	0.1%	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
<i>Renewal and upgrading and R&M as a % of PPE</i>		1.0%	1.0%	0.0%	0.0%	1.0%	1.0%	0.0%	0.0%	0.0%

Part 2 SUPPORTING DOCUMENTATION

2.1 Overview of the Annual Budget Process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the MMC for Finance. The primary aims of the Budget Steering Committee are to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the Municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

2.1.1 The Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2018) a time schedule that sets out the process to revise the IDP and prepare the budget.

2.1.2 Community Consultation on the Draft Budget

The draft 2019/20 MTREF, was tabled during a Special Council meeting dated 28th March 2019, whereby community members were present. The draft budget document is further made available on the municipal website: www.rsmompatidm.gov.za. Furthermore, a Mayoral Roadshow will be held in the month of April 2019 to seek the community inputs on the budget. Submissions received during the community consultation process and additional information regarding revenue and

expenditure and capital projects will be considered by the Budget Steering Committee meeting to be held after the Mayoral Budget Road Show for the finalisation of the 2019/20 Budget.

2.1.3 IDP and Service Delivery and Budget Implementation Plan

The Municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan. The Process Plan applicable to the fourth revision cycle included the following key IDP processes and deliverables: -

- Registration of community needs;
- Compilation of departmental business plans with key performance indicators and targets;
- Financial planning and budgeting process;
- Public participation process;
- Compilation of the SDBIP, and
- The review of the performance management and monitoring processes.

With the compilation of the 2019/20 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2018/19 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

2.2 Overview of Alignment of the Annual Budget with the IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realised through a credible integrated developmental planning process. Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals.

A municipal IDP provides a five-year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore

a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area.

The IDP enables municipalities to make the best use of scarce resources and speed up service delivery. Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality. It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area.

Applied to the Municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the Municipality strategically complies with the key national and provincial priorities. The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the Municipality's response to these requirements.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP. The following table highlights the IDP's five strategic objectives for the 2019/20 MTREF and further planning refinements that have directly informed the compilation of the budget:

Table 14 – Table 16 below presents the reconciliation of the IDP Strategic Objectives. In order to ensure integrated and focused service delivery between all spheres of government it was important for the Municipality to align its budget priorities with that of national and provincial government. All spheres of government place a high priority on infrastructure development, economic development and job creation, efficient service delivery, poverty alleviation and building sound institutional arrangements.

In line with the MSA, the IDP constitutes a single, inclusive strategic plan for the Municipality. The five-year programme responds to the development challenges and opportunities faced by the Municipality by identifying the key performance areas to achieve the five the strategic objectives mentioned above. In addition to the five-year IDP, the Municipality undertakes an extensive planning

and developmental strategy which primarily focuses on a longer-term horizon; 15 to 20 years for infrastructure planning. This process is aimed at influencing the development path to restructure current patterns of settlement, activity and access to resources in the Municipality so as to promote greater equity and enhanced opportunity. It provides direction to the Municipality's IDP, associated sectorial plans and strategies, and the allocation of resources of the Municipality and other service delivery partners.

The 2019/20 MTREF has therefore been directly informed by the IDP revision process and the following tables MBRR Tables SA4-SA6 as outlined in Table 14 – 16 below provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

2.3 Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the Municipality has developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The Municipality targets, monitors, assesses and reviews organisational performance which in turn is directly linked to individual employee's performance.

At any given time within government, information from multiple years is being considered; plans and budgets for next year; implementation for the current year; and reporting on last year's performance. Although performance information is reported publicly at each quarter, the performance information process begins when policies are being developed, and continues through each of the planning, budgeting, implementation and reporting stages.

2.4 Overview of budget related-policies

The Municipality's budgeting process is guided and governed by relevant legislation, frameworks. Additional to the MFMA and the Municipal Budget and Reporting Regulations, the following policies are used to guide the budget process: -

2.4.1 Asset Management Policy

The Asset Management Policy is considered a strategic guide in ensuring a sustainable approach to asset renewal, repairs and maintenance. In addition, the policy prescribes the accounting and administrative policies and procedures relating to property, plant and equipment (fixed assets).

A proxy for asset consumption can be considered the level of depreciation each asset incurs on an annual basis. Preserving the investment in existing infrastructure needs to be considered a significant strategy in ensuring the future sustainability of infrastructure and the revenue base.

2.4.2 Budget Policy

The budget process is governed by various provisions in the MFMA and is aimed at instilling and establishing an increased level of discipline, responsibility and accountability in the financial management practices of municipalities. To ensure that the Municipality continues to deliver on its core mandate and achieves its developmental goals, the mid-year review and adjustment budget process will be utilised to ensure that underperforming functions are identified and funds redirected to performing functions.

2.4.3 Supply Chain Management Policy

The Supply Chain Management Policy was adopted by Council in 2018. The policy is continually revised to incorporate amending legislation.

2.4.4 Investment & Cash Management Policy

The aim of the policy is to ensure that the Municipality's surplus cash and investments are adequately managed, especially the funds set aside for the cash backing of certain reserves.

2.5 Overview of budget assumptions

2.5.1 External factors

The effects of recession are still evident. After a protracted hike in the interest rates, this increased recently. Upwards pressure is also evident in the inflation rate and the Rand continues to weaken against leading currencies. International oil prices are rising after a significant decrease over the previous months.

2.5.2 General inflation outlook and its impact on the municipal activities

There are five key factors that have been taken into consideration in the compilation of the 2019/20 MTREF:

- National Government macro-economic targets;
- The general inflationary outlook and the impact on Municipality's residents and businesses;
- The impact of municipal cost drivers;
- The increase in prices for bulk electricity and fuel; and
- The increase in the cost of remuneration.

2.5.3 Interest rates for borrowing and investment of funds

The MFMA specifies that borrowing can only be utilised to fund capital or refinancing of borrowing in certain conditions. The municipality chiefly engages in amortisation-style loans requiring both regular principal and interest payments. Surplus cash is invested and re-invested at short intervals.

2.5.4 Growth or decline in tax base of the municipality

Lack of revenue collection sources for the district municipality being one critical concerning point. The municipality is 99% grant dependent.

2.5.5 Salary increases

Salary increases were based on the proposed increase as per the MFMA budget circular.

2.5.6 Impact of national, provincial and local policies

Integration of service delivery between national, provincial and local government is critical to ensure focussed service delivery and in this regard various measures were implemented to align IDPs, provincial and national strategies around priority spatial interventions. In this regard, the following national priorities form the basis of all integration initiatives:

- Creating jobs;
- Enhancing education and skill development;
- Improving Health services;
- Rural development and agriculture; and
- Fighting crime and corruption.

To achieve these priorities integration mechanisms are in place to ensure integrated planning and execution of various development programs. The focus will be to strengthen the link between policy priorities and expenditure thereby ensuring the achievement of the national, provincial and local objectives.

2.5.7 Ability of the municipality to spend and deliver on the programmes

It is estimated that a spending rate of at 100 per cent is achieved on operating expenditure and 95 per cent on the capital programme for the 2019/20 MTREF.

2.6 Overview of budget funding

2.6.1 Medium-term outlook: operating revenue

Investment revenue contributes marginally to the revenue base. It needs to be noted that these allocations have been conservatively estimated. The actual performance against budget will be carefully monitored. Any variances in this regard will be addressed as part of the mid-year review and adjustments budget.

For the medium-term, the funding strategy has been informed directly by ensuring financial sustainability and continuity. The surplus is intended to partly fund capital expenditure from own sources as well as ensure adequate cash backing of reserves and funds.

2.6.2 Medium-term outlook: capital revenue

The following table is a breakdown of the funding composition of the 2019/20 medium-term capital programme:

Capital grants and receipts equates to 49,2 per cent of the total funding source which represents R365,235mm million for the 2019/20 financial year.

The municipality did not raise new loans, however, the municipality is still servicing old loans from the DBSA, which arose as demarcation liabilities between the Southern and the then Bophirima District Municipalities.

2.6.3 Cash Flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understanding for councillors and management. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provide for as cash inflow based on actual performance. In other words the actual collection rate of billed revenue.

2.6.4 Cash Backed Reserves/Accumulated Surplus Reconciliation

DC39 Dr Ruth Segomotsi Mompoti - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Cash and investments available											
Cash/cash equivalents at the year end	1	45 644	82 406	33 168	(343 005)	28 854	28 854	28 854	55 226	51 318	192 407
Other current investments > 90 days		17	93	–	376 461	4 602	4 602	13 573	(19 428)	(13 015)	(151 422)
Non current assets - Investments	1	–	–	–	–	–	–	–	–	–	–
Cash and investments available:		45 661	82 499	33 168	33 456	33 456	33 456	42 427	35 798	38 304	40 985
Application of cash and investments											
Unspent conditional transfers		–	–	–	–	–	–	–	–	–	–
Unspent borrowing		–	–	–	–	–	–	–	–	–	–
Statutory requirements	2										
Other working capital requirements	3	132 156	151 418	222 279	211 274	211 274	211 274	298 538	220 395	235 823	252 331
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		132 156	151 418	222 279	211 274	211 274	211 274	298 538	220 395	235 823	252 331
Surplus(shortfall)		(86 495)	(68 919)	(189 111)	(177 818)	(177 818)	(177 818)	(256 111)	(184 597)	(197 519)	(211 346)

Table 11 above, MBRR Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation below meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year? • How are those funds used?
- What is the net funds available or funding shortfall?

A surplus would indicate the cash-backed accumulated surplus that is available. A shortfall (applications cash and investments) is indicative of non-compliance with section 18 of the MFMA requirement that the municipality's budget must be 'funded' It is also important to analyse trends to understand the consequences. Small cash surpluses have been realised over the past three years, which is inevitably utilised to finance operations. No meaningful growth in cash has occurred. The working capital has to be optimally managed.

Table 15 MBRR Table SA2 Financial Performance Budget (revenue and expenditure per source and per type)

The following table SA 2, presents the financial performance Budget per revenue source and per expenditure type per vote

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)

Description	Ref	Vote 1 - OFFICE OF THE EXECUTIVE MAYOR	Vote 2 - OFFICE OF THE SPEAKER	Vote 3 - OFFICE OF THE MUNICIPAL MANAGER	Vote 4 - INTERNAL AUDIT	Vote 5 - BUDGET AND TREASURY OFFICE	Vote 6 - CORPORATE SERVICES	Vote 7 - PLANNING AND DEVELOPMENT	Vote 8 - ENVIRONMENTAL HEALTH	Vote 9 - FIRE AND DISASTER MANAGEMENT	Vote 10 - ENGINEERING SERVICES	Vote 11 - PROJECT MANAGEMENT UNIT	Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND	Total
R thousand	1													
Revenue By Source														
Property rates														-
Service charges - electricity revenue														-
Service charges - water revenue														-
Service charges - sanitation revenue														-
Service charges - refuse revenue														-
Rental of facilities and equipment		-	-	-	-	-	1 303	-	-	-	-	-	-	1 303
Interest earned - external investments		-	-	-	-	15 382	-	-	-	-	-	-	-	15 382
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-	-	-	-	-
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-
Other revenue		-	-	-	-	100	100	-	-	-	-	-	-	200
Transfers and subsidies		17 155	10 957	14 233	14 649	18 091	38 398	14 571	17 806	31 022	117 884	6 920	18 975	320 660
Gains on disposal of PPE														-
Total Revenue (excluding capital transfers and contributions)		17 155	10 957	14 233	14 649	33 573	39 801	14 571	17 806	31 022	117 884	6 920	18 975	337 545
Expenditure By Type														
Employee related costs		7 788	4 957	9 190	12 249	13 670	23 731	7 072	15 340	27 527	5 938	6 370	11 325	145 156
Remuneration of councillors		4 028	3 572	-	-	-	-	-	-	-	-	-	-	7 600
Debt impairment		-	-	-	-	800	-	-	-	-	-	-	-	800
Depreciation & asset impairment		80	50	-	-	3 500	-	-	-	-	34 423	-	-	38 053
Finance charges		-	-	-	-	130	-	-	-	-	10 800	-	-	10 930
Bulk purchases		-	-	-	-	-	-	-	-	-	92 500	-	-	92 500
Other materials		80	50	-	-	-	750	-	-	800	-	-	-	1 680
Contracted services		-	-	3 978	-	6 650	2 320	14 289	400	100	2 000	-	-	29 737
Transfers and subsidies		2 200	600	-	-	-	-	-	-	350	5 000	-	6 100	14 250
Other expenditure		2 971	1 060	1 015	2 270	5 503	13 750	760	665	1 885	675	500	1 380	32 434
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		17 147	10 289	14 183	14 519	30 253	40 551	22 121	16 405	30 662	151 336	6 870	18 805	373 139
Surplus/(Deficit)		8	668	50	130	3 320	(750)	(7 550)	1 401	360	(33 452)	50	170	(35 595)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)											358 166			358 166
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)														-
Transfers and subsidies - capital (in-kind - all)														-
Surplus/(Deficit) after capital transfers & contributions		8	668	50	130	3 320	(750)	(7 550)	1 401	360	324 714	50	170	322 572

Table 16 MBRR Table SA4 Reconciliation of the IDP and the Strategic Objectives (Revenue)

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

Strategic Objective	Goal	Goal Code	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand												
Service Delivery and Infrastructure development	To eradicate backlogs in order to improve access to services and ensure proper operations and maintenance			234 374	264 945	531 894	524 808	466 617	423 365	476 506	511 042	622 213
Public participation and good governance	To promote a culture of participatory and good governance.			38 630	39 814	45 948	65 485	47 393	47 393	58 714	60 926	64 133
Institutional development and transformation	To improve organisational cohesion and effectiveness			27 844	32 145	36 351	40 162	65 686	65 686	40 716	44 155	46 542
Financial Viability	To improve overall financial management in the municipalities by developing and implementing appropriate financial management policies, procedures and systems			16 830	23 281	30 778	32 478	36 498	36 498	30 301	30 986	34 439
Local Economic Development, Tourism and Agriculture	Create an environment that promotes the development of the local economy and facilitate job creation			13 258	16 318	15 240	16 457	15 725	15 725	40 433	47 719	53 063
Community Services and Development	Environmental Health Fire and Disaster Management Solid waste management systems			15 993	25 559	31 645	37 021	46 048	46 048	49 039	50 467	53 997
Allocations to other priorities			2									
Total Revenue (excluding capital transfers and contributions)			1	346 929	402 062	691 856	716 411	677 967	634 716	695 711	745 296	874 386

Table 17 MBRR Table SA5 Reconciliation of the IDP and the Strategic Objectives (Expenditure)

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

Supporting Table 3: Reconciliation of IDP Strategic Objectives and Budget (Operating Expenditure)													
Strategic Objective	Goal	Goal Code	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
R thousand													
Service Delivery and Infrastructure development	To eradicate backlogs in order to improve access to services and ensure proper operations and maintenance			192 612	256 127	263 884	219 631	162 384	162 384	151 052	169 189	190 818	
Public participation and good governance (Internal Audit, Office of the Mayor, Office of the Speaker)	To promote a culture of participatory and good governance.			35 656	29 598	25 601	31 449	42 047	42 047	64 404	68 029	71 800	
Institutional development and transformation (Corporate Services, PMS and IDP)	To improve organisational cohesion and effectiveness			3 608	3 954	4 958	38 111	52 014	52 014	40 276	43 667	46 021	
Financial Viability	To improve overall financial management in the municipalities by developing and implementing appropriate			16 513	22 206	20 027	32 899	32 717	32 717	30 051	30 706	34 089	
Local Economic Development, Tourism and Agriculture	Create an environment that promotes the development of the local economy and facilitate job creation			12 417	16 218	14 316	19 155	16 232	16 232	39 783	47 159	52 333	
Community Services and Development	Environmental Health Fire and Disaster Management Solid waste management systems			25 328	24 676	19 274	44 326	45 663	45 663	48 769	50 267	53 827	
Allocations to other priorities													
Total Expenditure				1	286 132	352 778	348 059	385 572	351 058	351 058	374 336	409 016	448 888

Table 18 MBRR SA6 Reconciliation of the IDP and the Strategic Objectives (Capital)

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)

Bosch Dr Ruth Segomotsi Mompati - Supporting Table 3A: Reconciliation of IDP Strategic Objectives and Budget (Capital Expenditure)													
Strategic Objective	Goal	Goal Code	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
R thousand													
Service Delivery and Infrastructure development	To eradicate backlogs in order to improve access to services and ensure proper operations and maintenance	A		149 427	192 390	356 528	381 669	379 008	379 008	358 366	379 647	447 931	
		B											
Public participation and good governance (Internal Audit, Office of the Mayor, Office of the Speaker, Planning and Dev)	C			58	787	1 700	1 050	1 050	1 000	130	150		
	D												
Institutional development and transformation (Corporate Services)	To improve organisational cohesion and effectiveness	E		828	–	892	195	195	195	620	180	195	
		F											
Financial Viability	To improve overall financial management in the municipalities by developing and implementing appropriate	G			1 416	1 081	460	192	192	250	280	350	
		H											
Local Economic Development, Tourism and Agriculture	Create an environment that promotes the development of the local economy and facilitate job creation	I		–	–	15	80	110	110	650	560	730	
		J											
Community Services and Development	Environmental Health Fire and Disaster Management Solid waste management systems	K		724	116	14	1 650	1 770	1 770	250	200	170	
		L											
Allocations to other priorities				3									
Total Capital Expenditure				1	150 979	193 979	359 318	385 754	382 325	382 325	361 136	380 997	449 526

Table 19 MBRR SA10 Funding Measurement

DC39 Dr Ruth Segomotsi Mompoti Supporting Table SA10 Funding measurement

Description	MFMA section	Ref	2015/16	2016/17	2017/18	Current Year 2018/19				2019/20 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Funding measures												
Cash/cash equivalents at the year end - R'000	18(1)b	1	45 644	82 406	33 168	(343 005)	28 854	28 854	28 854	55 226	51 318	192 407
Cash + investments at the yr end less applications - R'000	18(1)b	2	(86 495)	(68 919)	(189 111)	(177 818)	(177 818)	(177 818)	(256 111)	(184 597)	(197 519)	(211 346)
Cash year end/monthly employee/supplier payments	18(1)b	3	1.9	3.6	1.5	(13.8)	1.3	1.3	1.3	2.3	1.9	6.7
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	120 288	282 223	157 892	330 839	326 909	283 658	283 658	323 502	319 805	352 365
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	(6.0%)	(6.0%)	(6.0%)	(6.0%)	(6.0%)	(6.0%)	(6.0%)	(6.0%)	(6.0%)
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	14.3%	39.8%	196.3%	(11.7%)	(11.7%)	(11.7%)	(11.7%)	100.0%	100.0%	100.0%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Capital payments % of capital expenditure	18(1)c;19	8	50.0%	50.0%	192.9%	49.1%	49.5%	49.5%	49.5%	49.6%	47.0%	39.7%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	26.0%	(58.0%)	19.9%	0.0%	0.0%	(79.3%)	(100.0%)	0.0%	0.0%
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	0.1%	0.1%	0.0%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Table 20 MBRR SA16 – Detail Investment Information

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA16 Investment particulars by maturity

Investments by Maturity	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate *	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Name of institution & investment ID	1	Yrs/Months												
Parent municipality														
FNB - 71230646229		12 months	Investment Account	No	Fixed	7.7			09 January 2020	4 500	347	-	-	4 847
FNB - 62453114383 - MIG		12 months	Call Account	No	Variable	6.25			No Expiry date	7 457	2 178	138 393	138 393	286 421
FNB - 62453115224 - RBIG		12 months	Call Account	No	Variable	6.25			No Expiry date	9 149	2 650	121 693	121 693	255 185
FNB - 62453121065 - Department of Sport		12 months	Call Account	No	Variable	6.25			No Expiry date	1 012	62	-	-	1 074
FNB - 62453058987 - Financial Management Grant		12 months	Call Account	No	Variable	6.25			No Expiry date	271	99	1 785	1 320	3 475
FNB - 62453121552 - Municipal Building Fund		12 months	Call Account	No	Variable	6.25			No Expiry date	153	10	-	-	162
FNB - 62453063986 - Guarantees		12 months	Call Account	No	Variable	6.25			No Expiry date	436	27	-	-	463
FNB - 62453006283 - Leave Provision		12 months	Call Account	No	Variable	6.25			No Expiry date	2 454	151	-	-	2 605
FNB - 62453097472 - LG Seta		12 months	Call Account	No	Variable	6.25			No Expiry date	30	2	-	-	32
FNB - 62453117452 - Public Works		12 months	Call Account	No	Variable	6.25			No Expiry date	1 835	195	2 050	2 050	6 130
FNB - 62453014103 - Mamusa MIG		12 months	Call Account	No	Variable	6.25			No Expiry date	32		-	-	32
FNG - 62453118509 - RAMS		12 months	Call Account	No	Variable	6.25			No Expiry date	1	153	2 589	2 589	5 332
FNB - 62464422056 - RHIG		12 months	Call Account	No	Variable	6.25			No Expiry date	11	1	-	-	12
FNB - 62483135664 - Equitable Share		12 months	Call Account	No	Variable	6.25			No Expiry date	4 874	3 766	307 316	307 316	623 271
FNB - 62522175878 - WSIG		12 months	Call Account	No	Variable	6.25			No Expiry date	315	4 742	105 000	105 000	215 057
														-
Municipality sub-total										32 530	14 382	678 826	678 361	1 404 099
Entities														
														-
														-
														-
														-
														-
														-
Entities sub-total										-		-	-	-
TOTAL INVESTMENTS AND INTEREST	1									32 530	14 382	678 826	678 361	1 404 099

Table 21 MBRR SA18 Transfers and Grants Receipt

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand										
RECEIPTS:	1, 2									
<u>Operating Transfers and Grants</u>										
National Government:		274 679	285 774	314 540	346 507	310 507	310 507	372 071	398 477	430 003
Local Government Equitable Share		260 500	282 287	308 448	337 205	301 205	301 205	361 316	388 938	419 621
Finance Management		1 250	1 250	1 250	1 250	1 250	1 250	1 785	2 217	2 481
Water Services Operating Subsidy		930	–	–	–	–	–	–	–	–
Municipal Systems Improvement		9 737	–	–	–	–	–	–	–	–
EPWP Incentive		2 262	2 237	4 842	1 278	1 278	1 278	2 050	–	–
5% MIG - PMU Operations					6 774	6 774	6 774	6 920	7 322	7 901
Total Operating Transfers and Grants	5	274 679	285 774	314 540	346 507	310 507	310 507	372 071	398 477	430 003
<u>Capital Transfers and Grants</u>										
National Government:		230 432	402 322	2 439	371 859	371 859	371 859	360 755	382 295	450 749
Municipal Infrastructure Grant (MIG)		148 575	230 717		128 708	128 708	128 708	131 473	139 122	150 125
Rural Households Infrastructure		4 500	–	–	–	–	–	–	–	–
Regional Bulk Infrastructure		45 127	103 523		149 150	149 150	149 150	121 693	129 660	180 868
Municipal Water Infrastructure Grant		30 000	–							
Water Services Infrastructure Grant		–	65 793		91 557	91 557	91 557	105 000	110 775	116 868
Rural Road Asset Management Grant		2 231	2 290	2 439	2 444	2 444	2 444	2 589	2 738	2 888
Total Capital Transfers and Grants	5	230 432	402 322	2 439	371 859	371 859	371 859	360 755	382 295	450 749
TOTAL RECEIPTS OF TRANSFERS & GRANTS		505 111	688 096	316 979	718 366	682 366	682 366	732 826	780 772	880 752

Table 22 MBRR Table SA19 Transfers and Grants Expenditure

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand										
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		274 679	285 774	314 540	346 507	310 507	310 507	372 071	398 477	430 003
Local Government Equitable Share		260 500	282 287	308 448	337 205	301 205	301 205	361 316	388 938	419 621
Finance Management		1 250	1 250	1 250	1 250	1 250	1 250	1 785	2 217	2 481
Water Services Operating Subsidy		930	–	–	–	–	–	–	–	–
Municipal Systems Improvement		9 737	–	–	–	–	–	–	–	–
EPWP Incentive		2 262	2 237	4 842	1 278	1 278	1 278	2 050	–	–
–		–	–	–	–	–	–	–	–	–
5% MIG - PMU Operations					6 774	6 774	6 774	6 920	7 322	7 901
Total Operating Transfers and Grants	5	274 679	285 774	314 540	346 507	310 507	310 507	372 071	398 477	430 003
Capital Transfers and Grants										
National Government:		230 432	402 322	2 439	371 859	371 859	371 859	360 755	382 295	450 749
Municipal Infrastructure Grant (MIG)		148 575	230 717	–	128 708	128 708	128 708	131 473	139 122	150 125
Rural Households Infrastructure		4 500	–	–	–	–	–	–	–	–
Regional Bulk Infrastructure		45 127	103 523	–	149 150	149 150	149 150	121 693	129 660	180 868
Municipal Water Infrastructure Grant		30 000	–	–	–	–	–	–	–	–
Water Services Infrastructure Grant		–	65 793	–	91 557	91 557	91 557	105 000	110 775	116 868
Rural Road Asset Management Grant		2 231	2 290	2 439	2 444	2 444	2 444	2 589	2 738	2 888
0		–	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants	5	230 432	402 322	2 439	371 859	371 859	371 859	360 755	382 295	450 749
TOTAL RECEIPTS OF TRANSFERS & GRANTS		505 111	688 096	316 979	718 366	682 366	682 366	732 826	780 772	880 752

Table 23 MBRR Table SA22 Summary of Councillors Benefits

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
	1	A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		3 503	3 573	3 907	4 390	3 180	3 180	3 339	3 403	3 641
Pension and UIF Contributions		569	173	199	189	309	309	674	327	350
Medical Aid Contributions		134	39	41	82	76	76	80	40	43
Motor Vehicle Allowance		860	839	986	1 098	1 327	1 327	1 350	1 416	1 515
Cellphone Allowance		163	402	509	577	547	547	575	618	661
Housing Allowances		760	1 199	1 273	1 606	1 030	1 030	1 399	1 755	1 878
Other benefits and allowances		187	175	189	661	789	789	184	751	804
Sub Total - Councillors		6 177	6 400	7 104	8 602	7 259	7 259	7 600	8 309	8 891

Table 23 MBRR Table SA22 Summary of Staff Benefits

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration R thousand	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
	1	A	B	C	D	E	F	G	H	I
Senior Managers of the Municipality	2									
Basic Salaries and Wages		6 125	6 235	6 235	5 189	4 586	4 586	4 843	5 182	5 544
Pension and UIF Contributions		964	1 001	110	946	646	646	682	730	781
Medical Aid Contributions		123	137	169	101	101	101	107	114	122
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		–	–	–	956	–	–	–	–	–
Motor Vehicle Allowance	3	1 161	1 246	155	903	709	709	749	801	857
Cellphone Allowance	3	7	7	9	7	4	4	4	4	4
Housing Allowances	3	1 790	1 795	785	895	699	699	738	790	845
Other benefits and allowances	3	325	423	253	453	351	351	371	397	425
Payments in lieu of leave		379	456	395	488	309	309	326	349	374
Long service awards		–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality		10 874	11 299	8 111	9 939	7 404	7 404	7 819	8 366	8 952
% increase	4		3.9%	(28.2%)	22.5%	(25.5%)	–	5.6%	7.0%	7.0%
Other Municipal Staff										
Basic Salaries and Wages		48 115	49 335	52 405	61 321	61 321	61 321	81 328	85 756	89 055
Pension and UIF Contributions		8 811	8 924	10 895	15 105	15 105	15 105	14 751	14 703	17 594
Medical Aid Contributions		9 078	10 078	12 791	5 767	5 767	5 767	5 186	5 179	6 102
Overtime		1 884	2 720	3 555	1 380	1 380	1 380	1 455	1 556	1 665
Performance Bonus		–	–	–	1 601	1 601	1 601	1 016	1 128	1 197
Motor Vehicle Allowance	3	10 049	13 013	16 457	13 818	13 818	13 818	14 057	14 981	16 039
Cellphone Allowance	3	253	263	389	688	688	688	606	659	705
Housing Allowances	3	518	518	854	2 083	2 083	2 083	1 179	1 439	1 539
Other benefits and allowances	3	4 391	5 391	8 987	14 876	14 876	14 876	14 876	14 876	14 876
Payments in lieu of leave		1 087	3 087	5 101	2 645	2 645	2 645	2 665	2 856	3 056
Long service awards		–	–	–	181	181	181	219	232	249
Post-retirement benefit obligations	6	–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff		84 185	93 328	111 433	119 465	119 465	119 465	137 337	143 365	152 077
% increase	4		10.9%	19.4%	7.2%	–	–	15.0%	4.4%	6.1%
Total Parent Municipality		101 235	111 027	126 648	138 006	134 129	134 129	152 756	160 041	169 920
			9.7%	14.1%	9.0%	(2.8%)	–	13.9%	4.8%	6.2%
TOTAL SALARY, ALLOWANCES & BENEFITS		101 235	111 027	126 648	138 006	134 129	134 129	152 756	160 041	169 920
% increase	4		9.7%	14.1%	9.0%	(2.8%)	–	13.9%	4.8%	6.2%
TOTAL MANAGERS AND STAFF	5,7	95 059	104 627	119 543	129 404	126 870	126 870	145 156	151 731	161 029

SA23 Salaries, Allowances, & Benefits (Political office bearers/Councillors)

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior m

Disclosure of Salaries, Allowances & Benefits 1.	Ref	No.	Salary	Contribution 1.	Allowances	Performance Bonuses	In-kind benefits	Total Package 2.
Rand per annum								
Councillors	3							
Speaker	4	1	398 620	87 241	232 402			718 263
Chief Whip		–	–	–	–			–
Executive Mayor		1	496 849	74 497	301 002			872 349
Deputy Executive Mayor		–	–	–	–			–
Executive Committee		6	1 737 242	144 017	1 118 828			3 000 087
Total for all other councillors		24	1 579 762	284 544	1 145 473			3 009 778
Total Councillors	8	32	4 212 473	590 299	2 797 705			7 600 477
Senior Managers of the Municipality	5							
Municipal Manager (MM)		1	560 941	58 064	375 545	137 963		1 132 513
Chief Finance Officer		1	485 464	126 737	229 736	113 275		955 211
Chief Audit Executive		1	485 464	126 737	229 736	113 275		955 211
Snr. Manager : Cooperate Services		1	485 464	126 737	229 736	113 275		
Snr. Manager : Planning and Development		1	485 464	126 737	229 736	113 275		
Snr. Manager : Cummunity Services		1	485 464	126 737	229 736	113 275		
Snr. Manager : Engineering		1	485 464	126 737	229 736	113 275		955 211
Snr. Manager : EDTA		1	485 464	126 737	229 736	113 275		955 211
								–
Total Senior Managers of the Municipality	8,10	8	3 959 186	945 220	1 983 697	930 887		4 953 357

Table 24 MBRR Table SA 24 Summary of Personnel Numbers

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA24 Summary of personnel numbers

Summary of Personnel Numbers	Ref	2017/18			Current Year 2018/19			Budget Year 2019/20		
Number	1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Municipal Council and Boards of Municipal Entities										
Councillors (Political Office Bearers plus Other Councillors)		28	–	28	32	–	32	32	–	32
Board Members of municipal entities	4	–	–	–	–	–	–	–	–	–
Municipal employees	5	–	–	–	–	–	–	–	–	–
Municipal Manager and Senior Managers	3	10	–	10	9	–	9	8	–	8
Other Managers	7	–	–	–	–	–	–	28	27	1
Professionals		220	220	–	232	219	18	19	19	–
<i>Finance</i>		20	20	–	25	19	6	5	5	–
<i>Spatial/town planning</i>				–	–	–	–	–	–	–
<i>Information Technology</i>		1	1	–	–	–	–	1	1	–
<i>Roads</i>		–	–	–	–	–	–	–	–	–
<i>Electricity</i>			–	–	–	–	–	–	–	–
<i>Water</i>		7	7	–	10	10	–	8	8	–
<i>Sanitation</i>		–	–	–	–	–	–	–	–	–
<i>Refuse</i>		–	–	–	–	–	–	–	–	–
<i>Other</i>		192	192	–	197	190	12	5	5	–
Technicians		–	–	–	–	–	–	–	–	–
Clerks (Clerical and administrative)		12	12	–	12	12	–	138	–	–
TOTAL PERSONNEL NUMBERS	9	270	232	38	285	231	59	225	46	41
% increase					5.6%	(0.4%)	55.3%	(21.1%)	(80.1%)	(30.5%)
Total municipal employees headcount	6, 10	174	39	227	26	–	–	26	23	3
Finance personnel headcount	8, 10	19	4	21	25	19	6	22	20	2
Human Resources personnel headcount	8, 10	38	3	51	39	39	–	4	3	1

Table 25 MBRR Table SA 25 Budgeted Monthly Revenue and Expenditure Per Source and Per Type

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description		Ref	Budget Year 2019/20											Medium Term Revenue and Expenditure Framework				
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22	
Revenue By Source																		
Property rates														-	-	-	-	
Service charges - electricity revenue														-	-	-	-	
Service charges - water revenue														-	-	-	-	
Service charges - sanitation revenue														-	-	-	-	
Service charges - refuse revenue														-	-	-	-	
Rental of facilities and equipment			109	109	109	109	109	109	109	109	109	109	109	109	1 303	1 433	1 577	
Interest earned - external investments			1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	15 382	16 865	18 046	
Interest earned - outstanding debtors														-	-	-	-	
Dividends received														-	-	-	-	
Fines, penalties and forfeits														-	-	-	-	
Licences and permits														-	-	-	-	
Agency services														-	-	-	-	
Transfers and subsidies			140 956	-				90 359			89 345			-	320 660	321 062	321 641	
Other revenue			5	75	4	1	25	11	5	6	45	13	5	6	200	225	260	
Gains on disposal of PPE														-	-	-	-	
Total Revenue (excluding capital transfers and contributions)			142 351	1 465	1 394	1 391	1 415	91 760	1 395	1 396	90 780	1 403	1 395	1 396	337 545	339 586	341 524	
Expenditure By Type																		
Employee related costs			12 001	10 119	12 001	10 119	24 193	10 119	12 001	12 001	12 001	10 119	10 119	10 363	145 156	151 731	161 029	
Remuneration of councillors			606	606	606	606	606	606	606	606	606	606	606	930	7 600	8 309	8 891	
Debt impairment														800	800	910	1 000	
Depreciation & asset impairment														38 053	38 053	35 451	44 548	
Finance charges			900	900	900	900	900	900	900	900	900	900	900	900	10 800	10 800	10 800	
Bulk purchases			7 917	7 917	7 917	7 917	7 917	7 917	7 917	7 917	7 917	7 917	7 917	5 417	92 500	113 164	122 949	
Other materials			140	140	140	140	140	140	140	140	140	140	140	140	1 680	1 545	1 658	
Contracted services			2 647	2 647	2 647	2 647	2 647	2 647	2 647	2 647	2 647	2 647	2 647	1 117	30 237	31 429	36 123	
Transfers and subsidies			979	979	979	979	979	979	979	979	979	979	979	2 729	13 500	11 510	13 500	
Other expenditure			2 703	2 703	2 703	2 703	2 703	2 703	2 703	2 703	2 703	2 703	2 703	2 153	31 884	34 487	36 521	
Loss on disposal of PPE														-	-	-	-	
Total Expenditure			27 893	26 011	27 893	26 011	40 085	26 011	27 893	27 893	27 893	26 011	26 011	62 602	372 209	399 338	437 020	
Surplus/(Deficit)			114 458	(24 546)	(26 499)	(24 620)	(38 669)	65 749	(26 498)	(26 497)	62 887	(24 608)	(24 616)	(61 205)	(34 665)	(59 752)	(95 496)	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			30 847	29 847	29 847	26 847	29 847	38 847	29 847	29 847	25 847	29 847	20 847	35 847	358 166	379 557	447 861	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)														-	-	-	-	
Transfers and subsidies - capital (in-kind - all)														-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions			145 305	5 301	3 348	2 227	(8 822)	104 596	3 349	3 350	88 734	5 239	(3 769)	(25 358)	323 502	319 805	352 365	
Taxation														-	-	-	-	
Attributable to minorities														-	-	-	-	
Share of surplus/ (deficit) of associate														-	-	-	-	
Surplus/(Deficit)			1	145 305	5 301	3 348	2 227	(8 822)	104 596	3 349	3 350	88 734	5 239	(3 769)	(25 358)	323 502	319 805	352 365

Table 26 MBRR Table SA26 Budgeted Monthly Revenue and Expenditure per Vote

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

Description		Ref	Budget Year 2019/20											Medium Term Revenue and Expenditure Framework		
R thousand	July		August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue by Vote																
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR			2 438	2 438	2 438	2 438	2 438	2 438	2 438	2 438	2 438	2 438	(8 519)	18 300	17 829	18 075
Vote 2 - OFFICE OF THE SPEAKER			941	941	941	941	941	941	941	941	941	941	941	11 289	11 954	12 721
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER			1 161	1 161	1 161	1 161	1 161	1 161	1 161	1 161	1 161	1 161	1 161	13 933	14 888	15 943
Vote 4 - INTERNAL AUDIT			1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	1 266	15 193	16 256	17 394
Vote 5 - BUDGET AND TREASURY OFFICE			2 525	2 525	2 525	2 525	2 525	2 525	2 525	2 525	2 525	2 525	2 525	30 301	30 986	34 439
Vote 6 - COPORATE SERVICES			3 393	3 393	3 393	3 393	3 393	3 393	3 393	3 393	3 393	3 393	3 393	40 716	44 155	46 542
Vote 7 - PLANNING AND DEVELOPMENT			1 889	1 889	1 889	1 889	1 889	1 889	1 889	1 889	1 889	1 889	1 889	22 671	27 100	31 000
Vote 8 - ENVIRONMENTAL HEALTH			1 518	1 518	1 518	1 518	1 518	1 518	1 518	1 518	1 518	1 518	1 518	18 220	17 843	19 090
Vote 9 - FIRE AD DISASTER MANAGEMENT			2 568	2 568	2 568	2 568	2 568	2 568	2 568	2 568	2 568	2 568	2 568	30 820	32 623	34 907
Vote 10 - ENGINEERING SERVICES			39 132	39 132	39 132	39 132	39 132	39 132	39 132	39 132	39 132	39 132	39 132	469 587	503 720	614 312
Vote 11 - PROJECT MANAGEMENT UNIT			577	577	577	577	577	577	577	577	577	577	577	6 920	7 322	7 901
Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND			1 480	1 480	1 480	1 480	1 480	1 480	1 480	1 480	1 480	1 480	1 480	17 763	20 619	22 063
Vote 13 - [NAME OF VOTE 13]													-	-	-	-
Vote 14 - [NAME OF VOTE 14]													-	-	-	-
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
Total Revenue by Vote			58 889	58 889	58 889	58 889	58 889	58 889	58 889	58 889	58 889	58 889	47 932	695 711	745 296	874 386
Expenditure by Vote to be appropriated																
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR			1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	1 508	18 100	17 729	17 975
Vote 2 - OFFICE OF THE SPEAKER			874	874	874	874	874	874	874	874	874	874	874	10 489	11 924	12 691
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER			1 157	1 157	1 157	1 157	1 157	1 157	1 157	1 157	1 157	1 157	1 157	13 883	14 858	15 913
Vote 4 - INTERNAL AUDIT			1 255	1 255	1 255	1 255	1 255	1 255	1 255	1 255	1 255	1 255	1 255	15 063	16 226	17 349
Vote 5 - BUDGET AND TREASURY OFFICE			2 504	2 504	2 504	2 504	2 504	2 504	2 504	2 504	2 504	2 504	2 504	30 051	30 706	34 089
Vote 6 - COPORATE SERVICES			3 356	3 356	3 356	3 356	3 356	3 356	3 356	3 356	3 356	3 356	3 356	40 276	43 667	46 021
Vote 7 - PLANNING AND DEVELOPMENT			1 843	1 843	1 843	1 843	1 843	1 843	1 843	1 843	1 843	1 843	1 843	22 121	26 590	30 390
Vote 8 - ENVIRONMENTAL HEALTH			1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	1 504	18 050	17 743	19 000
Vote 9 - FIRE AD DISASTER MANAGEMENT			2 560	2 560	2 560	2 560	2 560	2 560	2 560	2 560	2 560	2 560	2 560	30 720	32 523	34 827
Vote 10 - ENGINEERING SERVICES			12 588	12 588	12 588	12 588	12 588	12 588	12 588	12 588	12 588	12 588	12 588	151 052	169 189	190 818
Vote 11 - PROJECT MANAGEMENT UNIT			572	572	572	572	572	572	572	572	572	572	572	6 870	7 292	7 871
Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND			1 472	1 472	1 472	1 472	1 472	1 472	1 472	1 472	1 472	1 472	1 472	17 663	20 569	21 943
Vote 13 - [NAME OF VOTE 13]													-	-	-	-
Vote 14 - [NAME OF VOTE 14]													-	-	-	-
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
Total Expenditure by Vote			31 195	31 195	31 195	31 195	31 195	31 195	31 195	31 195	31 195	31 195	31 195	374 336	409 016	448 888
Surplus/(Deficit) before assoc.			27 694	27 694	27 694	27 694	27 694	27 694	27 694	27 694	27 694	27 694	16 738	321 375	336 279	425 499
Taxation													-	-	-	-
Attributable to minorities													-	-	-	-
Share of surplus/ (deficit) of associate													-	-	-	-
Surplus/(Deficit)		1	27 694	27 694	27 694	27 694	27 694	27 694	27 694	27 694	27 694	27 694	16 738	321 375	336 279	425 499

Table 27 MBRR Table SA 27 Budgeted Monthly Revenue and Expenditure Per Standard Classification

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA27 Budgeted monthly revenue and expenditure (functional classification)

Description	Ref	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Revenue - Functional																
<i>Governance and administration</i>		10 864	10 864	10 864	10 864	10 864	10 864	10 864	10 864	10 864	10 864	10 864	10 228	129 732	136 068	145 114
Executive and council		3 529	3 529	3 529	3 529	3 529	3 529	3 529	3 529	3 529	3 529	3 529	4 705	43 522	44 670	46 739
Finance and administration		6 115	6 115	6 115	6 115	6 115	6 115	6 115	6 115	6 115	6 115	6 115	3 758	71 018	75 142	80 980
Internal audit		1 221	1 221	1 221	1 221	1 221	1 221	1 221	1 221	1 221	1 221	1 221	1 765	15 193	16 256	17 394
<i>Community and public safety</i>		2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 383	30 820	32 623	34 907
Community and social services													-	-	-	-
Sport and recreation													-	-	-	-
Public safety		2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 585	2 383	30 820	32 623	34 907
Housing													-	-	-	-
Health													-	-	-	-
<i>Economic and environmental services</i>		3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	11 789	47 810	52 265	57 992
Planning and development		1 791	1 791	1 791	1 791	1 791	1 791	1 791	1 791	1 791	1 791	1 791	9 891	29 590	34 422	38 901
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		1 484	1 484	1 484	1 484	1 484	1 484	1 484	1 484	1 484	1 484	1 484	1 898	18 220	17 843	19 090
<i>Trading services</i>		39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	33 207	469 587	503 720	614 312
Energy sources													-	-	-	-
Water management		39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	39 671	33 207	469 587	503 720	614 312
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	1 581	369	17 763	20 619	22 063
Total Revenue - Functional		57 976	57 976	57 976	57 976	57 976	57 976	57 976	57 976	57 976	57 976	57 976	57 976	695 711	745 296	874 386
			63 296	63 296	63 296	63 296	63 296	63 296	63 296	63 296	63 296	63 296				
Expenditure - Functional																
<i>Governance and administration</i>		10 717	10 717	10 717	10 717	10 717	10 717	10 717	10 717	10 717	10 717	10 717	9 980	127 862	135 110	144 038
Executive and council		3 441	3 441	3 441	3 441	3 441	3 441	3 441	3 441	3 441	3 441	3 441	4 618	42 472	44 510	46 579
Finance and administration		6 065	6 065	6 065	6 065	6 065	6 065	6 065	6 065	6 065	6 065	6 065	3 609	70 378	74 373	80 110
Internal audit		1 210	1 210	1 210	1 210	1 210	1 210	1 210	1 210	1 210	1 210	1 210	1 754	15 063	16 226	17 349
<i>Community and public safety</i>		2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 613	30 720	32 523	34 827
Community and social services													-	-	-	-
Sport and recreation													-	-	-	-
Public safety		2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 555	2 613	30 720	32 523	34 827
Housing													-	-	-	-
Health													-	-	-	-
<i>Economic and environmental services</i>		3 212	3 212	3 212	3 212	3 212	3 212	3 212	3 212	3 212	3 212	3 212	11 706	47 040	51 625	57 262
Planning and development		1 741	1 741	1 741	1 741	1 741	1 741	1 741	1 741	1 741	1 741	1 741	9 841	28 990	33 882	38 261
Road transport		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Environmental protection		1 471	1 471	1 471	1 471	1 471	1 471	1 471	1 471	1 471	1 471	1 471	1 866	18 050	17 743	19 000
<i>Trading services</i>		13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	7 401	151 052	169 189	190 818
Energy sources													-	-	-	-
Water management		13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	13 059	7 401	151 052	169 189	190 818
Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>		1 567	1 567	1 567	1 567	1 567	1 567	1 567	1 567	1 567	1 567	1 567	425	17 663	20 569	21 943
Total Expenditure - Functional		31 110	31 110	31 110	31 110	31 110	31 110	31 110	31 110	31 110	31 110	31 110	32 125	374 336	409 016	448 888
Surplus/(Deficit) before assoc.		26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	25 851	321 375	336 279	425 499
Share of surplus/ (deficit) of associate													-	-	-	-
Surplus/(Deficit)	1	26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	26 866	25 851	321 375	336 279	425 499

Table 28 MBRR Table SA28 Budgeted Monthly Capital Expenditure per Municipal Vote

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)

Description	Ref	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand																
Multi-year expenditure to be appropriated	1															
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR		17	17	17	17	17	17	17	17	17	17	17	17	200	100	120
Vote 2 - OFFICE OF THE SPEAKER		67	67	67	67	67	67	67	67	67	67	67	67	800	30	30
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER		4	4	4	4	4	4	4	4	4	4	4	4	50	30	30
Vote 4 - INTERNAL AUDIT		11	11	11	11	11	11	11	11	11	11	11	11	130	30	45
Vote 5 - BUDGET AND TREASURY OFFICE		21	21	21	21	21	21	21	21	21	21	21	21	250	280	350
Vote 6 - COPORATE SERVICES		20	20	20	20	20	20	20	20	20	20	20	220	440	120	120
Vote 7 - PLANNING AND DEVELOPMENT		46	46	46	46	46	46	46	46	46	46	46	46	550	510	610
Vote 8 - ENVIRONMENTAL HEALTH		13	13	13	13	13	13	13	13	13	13	13	13	150	100	90
Vote 9 - FIRE AD DISASTER MANAGEMENT		8	8	8	8	8	8	8	8	8	8	8	8	100	100	80
Vote 10 - ENGINEERING SERVICES		30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	23 517	358 316	379 617	447 901
Vote 11 - PROJECT MANAGEMENT UNIT		4	4	4	4	4	4	4	4	4	4	4	4	50	30	30
Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND		8	8	8	8	8	8	8	8	8	8	8	8	100	50	120
Vote 13 - [NAME OF VOTE 13]													-	-	-	-
Vote 14 - [NAME OF VOTE 14]													-	-	-	-
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
Capital multi-year expenditure sub-total	2	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	23 935	361 136	380 997	449 526
Single-year expenditure to be appropriated																
Vote 1 - OFFICE OF THE EXECUTIVE MAYOR		17	17	17	17	17	17	17	17	17	17	17	17	200	100	120
Vote 2 - OFFICE OF THE SPEAKER		67	67	67	67	67	67	67	67	67	67	67	67	800	30	30
Vote 3 - OFFICE OF THE MUNICIPAL MANAGER		4	4	4	4	4	4	4	4	4	4	4	4	50	30	30
Vote 4 - INTERNAL AUDIT		11	11	11	11	11	11	11	11	11	11	11	11	130	30	45
Vote 5 - BUDGET AND TREASURY OFFICE		21	21	21	21	21	21	21	21	21	21	21	21	250	280	350
Vote 6 - COPORATE SERVICES		20	20	20	20	20	20	20	20	20	20	20	220	440	120	120
Vote 7 - PLANNING AND DEVELOPMENT		46	46	46	46	46	46	46	46	46	46	46	46	550	510	610
Vote 8 - ENVIRONMENTAL HEALTH		13	13	13	13	13	13	13	13	13	13	13	13	150	100	90
Vote 9 - FIRE AD DISASTER MANAGEMENT		8	8	8	8	8	8	8	8	8	8	8	8	100	100	80
Vote 10 - ENGINEERING SERVICES		30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	30 436	23 517	358 316	379 617	447 901
Vote 11 - PROJECT MANAGEMENT UNIT		4	4	4	4	4	4	4	4	4	4	4	4	50	30	30
Vote 12 - ECONOMIC DEVELOPMENT TOURISM AND		8	8	8	8	8	8	8	8	8	8	8	8	100	50	120
Vote 13 - [NAME OF VOTE 13]													-	-	-	-
Vote 14 - [NAME OF VOTE 14]													-	-	-	-
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
Capital single-year expenditure sub-total	2	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	30 655	23 935	361 136	380 997	449 526
Total Capital Expenditure	2	61 309	61 309	61 309	61 309	61 309	61 309	61 309	61 309	61 309	61 309	61 309	47 870	722 273	761 994	899 051

Table 29 MBRR Table SA30 Budgeted Monthly Cash Flow

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2019/20												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand															
Cash Receipts By Source													1		
Rental of facilities and equipment	109	109	109	109	109	109	109	109	109	109	109	109	1 303	1 433	1 577
Interest earned - external investments	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	1 282	15 382	16 865	18 046
Transfer receipts - operational	155 100					98 000			60 640			-	313 740	339 893	424 990
Other revenue	17	17	17	17	17	17	17	17	17	17	17	17	200	225	260
Cash Receipts by Source	156 507	1 407	1 407	1 407	1 407	99 407	1 407	1 407	62 047	1 407	1 407	1 407	330 625	358 417	444 872
Other Cash Flows by Source															
Transfer receipts - capital	160 189				89 539				80 897			0	330 625	358 417	444 872
Total Cash Receipts by Source	316 696	1 407	1 407	1 407	90 946	99 407	1 407	1 407	142 944	1 407	1 407	1 407	661 250	716 833	889 745
Cash Payments by Type															
Employee related costs	11 997	11 997	11 997	11 997	11 997	11 997	11 997	11 997	11 997	11 997	11 997	13 193	145 156	151 731	161 029
Remuneration of councillors	606	606	606	606	606	606	606	606	606	606	606	930	7 600	8 309	8 891
Bulk purchases - Water & Sewer	7 708	7 708	7 708	7 708	7 708	7 708	7 708	7 708	7 708	7 708	7 708	7 708	92 500	113 164	122 949
Other materials	140	140	140	140	140	140	140	140	140	140	140	140	1 680	1 545	1 658
Contracted services	2 520	2 647	2 647	2 647	2 647	2 647	2 647	2 647	2 647	2 647	2 647	1 245	30 237	31 429	36 123
Transfers and grants - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants - other	1 125	1 125	1 125	1 125	1 125	1 125	1 125	1 125	1 125	1 125	1 125	1 125	13 500	11 510	13 500
Other expenditure	2 513	2 513	2 513	2 513	2 513	2 513	2 513	2 513	2 513	2 513	2 513	4 243	31 884	34 487	36 521
Cash Payments by Type	26 609	26 736	26 736	26 736	26 736	26 736	26 736	26 736	26 736	26 736	26 736	28 584	322 557	352 177	380 672
Other Cash Flows/Payments by Type															
Capital assets	29 847	29 847	29 847	29 847	29 847	29 847	29 847	29 847	29 847	29 847	29 847	29 847	358 166	357 764	357 185
Repayment of borrowing	900	900	900	900	900	900	900	900	900	900	900	900	10 800	10 800	10 800
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	57 356	57 484	57 484	57 484	57 484	57 484	57 484	57 484	57 484	57 484	57 484	59 332	691 523	720 741	748 656
NET INCREASE/(DECREASE) IN CASH HELD	259 340	(56 076)	(56 076)	(56 076)	33 463	41 924	(56 076)	(56 076)	85 461	(56 076)	(56 076)	(57 924)	(30 273)	(3 907)	141 088
Cash/cash equivalents at the month/year begin:	85 499	344 839	288 763	232 686	176 610	210 072	251 996	195 919	139 843	225 303	169 227	113 150	85 499	55 226	51 318
Cash/cash equivalents at the month/year end:	344 839	288 763	232 686	176 610	210 072	251 996	195 919	139 843	225 303	169 227	113 150	55 226	55 226	51 318	192 407

Table 30 MBRR SA34c Repairs and Maintenance Expenditure by Asset Class

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2015/16	2016/17	2017/18	Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
R thousand	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
<u>Infrastructure</u>		-	-	-	-	-	-	-	-	-
<u>Computer Equipment</u>		1 710	3 141	-	1 460	2 680	2 680	1 680	1 545	1 658
Computer Equipment		1 710	3 141	-	1 460	2 680	2 680	1 680	1 545	1 658
<u>Furniture and Office Equipment</u>		-	-	-	-	-	-	-	-	-
Furniture and Office Equipment										
<u>Machinery and Equipment</u>		-	-	-	-	-	-	-	-	-
Machinery and Equipment										
<u>Transport Assets</u>		-	-	-	-	-	-	-	-	-
Transport Assets										
<u>Land</u>		-	-	-	-	-	-	-	-	-
Land										
<u>Zoo's, Marine and Non-biological Animals</u>		-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals										
Total Repairs and Maintenance Expenditure	1	1 710	3 141	-	1 460	2 680	2 680	1 680	1 545	1 658

The Municipality might be seen to not budget enough as prescribed for repairs and maintenance of infrastructure assets. This is mainly due to the fact that for Bulk Water, there is a portion for repairs and maintenance that the municipality pays for. Part of Water Services Infrastructure Grant is used for repairs and Maintenance, hence the municipality only budget for Repairs and maintenance of movable assets.

PART 3 - APPENDICES

Appendix A

3.1. Capital Projects: Allocation per Municipality

3.1.1. Capital Projects for Greater Taung Local Municipality

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA36 Detailed capital budget

R thousand			2019/20 Medium Term Revenue & Expenditure Framework		
	Audited Outcome 2017/18	Current Year 2018/19 Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Function					
Parent municipality:					
<i>List all capital projects grouped by Function</i>					
Greater Taung: Bulk Water Supply Upgrading Taung Phase 2C: Raw Water Pipeline		–	2 000	–	–
Greater Taung: Bulk Water Supply Upgrading Taung Phase 2D: New Treatment Works		16 100	5 000	–	–
Greater Taung: Bulk Water Supply Upgrading Taung Phase 2E-1: BulkWater Supply: Bulk pump line from new WTW in Taung to new Reservoir in Morokweng		25 000	20 000	–	–
Greater Taung: Bulk Water Supply Upgrading Taung Phase 2E-1: BulkWater Supply: New pump Stations at the new WTW in Taung and New Reservoir in Morokweng		15 450	2 500	3 000	–
Greater Taung: Bulk Water Supply Upgrading Taung Phase 2E-1: BulkWater Supply: New Reservoir and Elevated Tower at Morokweng		–	10 500	6 000	–
Greater Taung: Bulk water supply upgrading Taung: Phase 2E-2 - Bulk distribution Southern Portion		13 450	75	–	–
Greater Taung: Bulk water supply upgrading Taung: Phase 2E-2 - Bulk distribution Eastern Portion		–	–	–	–
Greater Taung: Bulk water supply upgrading Taung: Phase 2E-2 - Bulk distribution Northern Portion		–	–	1 000	31 000
Greater Taung: Bulk water supply upgrading Taung: Phase 2E-2 - Bulk distribution Western Portion		–	–	1 000	22 000
Greater Taung: Bulk water supply upgrading Taung: Phase 2E-2 - Bulk distribution Central Portion		–	–	–	29 000
Greater Taung: Bulk water supply to Madipelesa		–	–	–	–
Greater Taung: Bulk water supply to Shaleng		8 900	–	–	–
Greater Taung: Bulk water supply to Reivilo: Phase 1		–	–	–	–
Greater Taung: Bulk water supply to Reivilo: Phase 2		13 200	–	–	–
Greater Taung: Bulk & internal water supply to Lykso Phase 1		–	–	–	–
Greater Taung: Bulk & internal water supply to Lykso Phase 2		–	–	–	–
Greater Taung: Bophirima Rural Water Supply Program 2016/19: Picong		–	2 850	–	–
Greater Taung: Bophirima Rural Water Supply Program 2016/19: Matlhako 1 & 2		–	14 600	–	–
Greater Taung: Bophirima Rural Water Supply Program 2016/19: Molelema		–	–	7 200	–
Greater Taung: Upgrading of Diplankeng oxidation ponds		–	9 000	–	–
Greater Taung: Upgrading of Taung Station oxidation ponds		–	–	–	15 000
Greater Taung: Upgrading of Pudomong Oxidation ponds		–	500	9 500	5 000
Greater Taung: Upgrading of Reivilo Oxidation ponds		–	–	7 500	3 800
Greater Taung: Bophirima Rural Sanitation Programme 2016/2019 - WSIG Funding		–	–	–	–
Greater Taung: Bophirima Rural Sanitation Programme 2019/2022 - WSIG Funding		–	10 000	10 000	10 000
Greater Taung: Drought Relief Programme 2018/2019 - WSIG Funding		–	–	–	–
Greater Taung: Bophirima Rural Water Supply Program 2016/19: Kameelputs		–	500	–	–
Greater Taung: Bophirima Rural Water Supply Program 2016/19: Karelstad		5 600	800	–	–
Greater Taung: Bophirima Rural Water Supply Program 2016/19: Taung Ext's 4 & 5 & 7: Phase 1		–	10 992	21 695	–
Greater Taung: Bophirima Rural Water Supply Program 2016/19: Taung Ext's 4 & 5 & 7: Phase 2		–	–	–	–
Greater Taung: Bophirima Rural Sanitation Programme 2016/2019 - MIG Funding		15 000	–	–	–
Greater Taung: Bophirima Rural Sanitation Programme 2019/2022 - MIG Funding		–	10 000	–	30 000
TOTAL CAPITAL PROJECTS FOR GREATER TAUNG LOCAL MUNICIPALITY		112 700	99 317	66 895	145 800

3.1.2 Capital Projects for to Kagisano Molopo Local Municipality

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA36 Detailed capital budget

R thousand		2019/20 Medium Term Revenue & Expenditure Framework		
	Current Year 2018/19 Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Function				
Parent municipality: <i>List all capital projects grouped by Function</i>				
Kagisano Molopo: Bulk Water Implementation: Tlapeng to Eksdale Cluster	–	–	29 660	82 000
Kagisano Molopo: Bulk Water Implementation: Bona Bona to Tseoge Cluster	–	32 000	10 000	
Kagisano Molopo: Upgrading Bulk water to Bray & Tosca Cluster	–	–	9 000	16 868
Kagisano Molopo: Dr Ruth Segomotsi Mompoti Rural Sanitation Programme 2016/2019 - WSIG Funding:	–	–	–	–
Kagisano Molopo: Dr Ruth Segomotsi Mompoti Rural Sanitation Programme 2019/2022 - WSIG Funding:	–	10 000	–	15 000
Kagisano Molopo: Dr Ruth Segomotsi Mompoti Rural Water Programme 2016/2019 - WSIG Funding: Piet Plessis	–	–	–	–
Kagisano Molopo: Upgrading Bulk water to Pomfret: Phase 2	3 500	–	–	–
Kagisano Molopo: Bophirima Rural Water Programme 2016/2019 - WSIG Funding: Louwna	5 800	5 800	–	–
Kagisano Molopo: Bophirima Rural WaterProgramme 2016/2019 - WSIG Funding: Bona Bona, Maphuthi, Kagisano & Kagisonyane	–	4 000	10 000	–
Kagisano Molopo: Bophirima Rural Water Programme 2016/2019 - WSIG Funding: Maheng	–	2 000	10 000	–
Kagisano Molopo: Bophirima Rural Water Programme 2016/2019 - WSIG Funding: Mabone	–	4 000	11 000	–
Kagisano Molopo: Bophirima Rural Water Programme 2016/2019 - WSIG Funding: Tlakgameng	–	–	–	8 000
Kagisano Molopo: Bophirima Rural Water Programme 2016/2019 - WSIG Funding: Ganyesa	–	–	–	6 000
Kagisano Molopo: Bophirima Rural Water Programme 2016/2019 - WSIG Funding: Morokweng	–	–	–	6 000
Kagisano Molopo: Bophirima Rural Water Programme 2016/2019 - WSIG Funding: Ditshukhutshwaneng	–	14 000	–	–
Kagisano Molopo: Bophirima Rural Sanitation Programme 2016/2019 - MIG Funding	15 000	–	–	–
Kagisano Molopo: Bophirima Rural Sanitation Programme 2019/2022 - MIG Funding	–	10 000	20 000	30 000
Kagisano Molopo: Bophirima Rural Water Supply Program 2016/19: Konke Phase 2	–	10 000	–	–
Kagisano Molopo: Bophirima Rural Water Supply Program 2016/19: Konke Phase 3	–	–	30 000	–
Kagisano Molopo: Construction of Oxidation Ponds: Bray	12 750	12 750	–	–
Kagisano Molopo: Construction of Oxidation Ponds: Ganyesa	3 400	2 400	–	–
Kagisano Molopo: Construction of Oxidation Ponds: Morokweng	4 000	3 000	–	–
Kagisano Molopo: Construction of Oxidation Ponds: Tlakgameng	6 800	5 800	–	–
Kagisano Molopo: Construction of Oxidation Ponds: Piet Plessis	–	–	6 350	–
Kagisano Molopo: Construction of Oxidation Ponds: Tosca	–	–	12 000	–
	–	–	–	–
TOTAL CAPITAL PROJECTS FOR KAGISANO - MOLOPO LOCAL MUNICIPALITY	51 250	115 750	148 010	163 868

3.1.3 Capital Projects for Lekwa - Teemane Local Municipality

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA36 Detailed capital budget

R thousand		2019/20 Medium Term Revenue & Expenditure Framework			
Function		Current Year 2018/19 Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Parent municipality: <i>List all capital projects grouped by Function</i>					
Lekwa Teemane: Bulk Water Supply to the Greater Mamusa Area: New 12ML/Day Module at Water Purification Works & Storage facilities in Bloemhof		15 000	21 494	–	–
Lekwa Teemane: Bulk Water Supply to the Greater Mamusa Area: New bulk water supply from Bloemhof to Schweizer					
Reneke: Pump Main from Bloemhof to Reservoir at Olievenfontein		–	16 124	36 000	–
Lekwa Teemane: Upgrading of Sewer Treatment works in Bloemhof (Vandalized Portion): Phase 4		–	1 000	–	–
Lekwa Teemane: Upgrading of the WTW in Christiana		5 000	5 000	–	–
Lekwa Teemane: Replacement of AC pipes in Christiana & Utlwanang & Geluksoord Ext 1		–	5 000	–	–
Lekwa Teemane: Water conservation and demand management (WCDM) and sewer network investigation: Bloemhof & Boitumelong Phase 1		–	1 000	3 100	1 000
Lekwa Teemane: Replacement of AC pipes in Bloemhof and Boitumelong		–	–	2 000	5 000
Lekwa Teemane: Refurbishment of Boitumelong Sewer Pumpstation		–	–	2 500	–
Lekwa Teemane: Refurbishment of Hoopstad road Sewer Pumpstation		5 250	–	2 000	2 000
Lekwa Teemane: Boitumelong Outfall Sewer and Pumpstation		750	–	1 000	–
Lekwa Teemane: Utlwanang Ext 5 Upgrade of Network		–	–	–	–
Lekwa Teemane: Rehabilitation of Raw Water Abstraction in Christiana: Phase 2		–	–	–	–
Lekwa Teemane: Bulk Water Services for Geluksoord Ext 2 and 3 & 4- Phase 1		–	–	–	–
Lekwa Teemane: Bulk Water Services for Geluksoord Ext 2 and 3 & 4- Phase 2		–	–	–	–
Lekwa Teemane: Bulk Water and Sanitation Services Bloemhof Ext 11		–	–	5 022	–
Lekwa Teemane: Bulk Water and Sanitation Services Bloemhof Ext 12		–	–	–	–
Lekwa Teemane: Bophirima Rural Sanitation Programme 2016/2019 - Bloemhof Ext 12		–	–	–	–
Lekwa Teemane: Bophirima Rural Sanitation Programme 2016/2019 - Geluksoord Ext 5		–	5 000	–	–
Lekwa Teemane: Bophirima Rural Water Supply Program 2016/19: Bloemhof Ext. 12		–	8 200	18 900	–
Lekwa Teemane: Replacement of Pipelines from Pumpstation to Utlwanang & Christiana Water Tower		–	11 000	7 850	–
Lekwa Teemane: Bulk water upgrading to Utlwanang Ext 5		–	–	–	–
Lekwa Teemane: Upgrading of Sewer Pumpstation and Main Outfall Sewer: Geluksoord Ext. 2 & 3 & 4: Phase 1		–	–	–	–
Lekwa Teemane: Upgrading of Sewer Pumpstation and Main Outfall Sewer: Geluksoord Ext. 2 & 3 & 4: Phase 2		–	–	–	–
Lekwa Teemane: Christiana Raw Water Abstraction Channels Phase 2		–	–	–	–
TOTAL CAPITAL PROJECTS FOR LEKWA TEEMANE LOCAL MUNICIPALITY		26 000	73 818	78 372	8 000

3.1.4 Capital Projects for Mamusa Local Municipality

DC39 Dr Ruth Segomotsi Mompoti - Supporting Table SA36 Detailed capital budget					
R thousand	Function		2019/20 Medium Term Revenue & Expenditure Framework		
		Current Year 2018/19 Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Parent municipality: <i>List all capital projects grouped by Function</i>					
Mamusa LM: Bulk Water Supply to the Greater Mamusa Area: New bulk water supply from Bloemhof to Schweizer Reneke		–	9 000	20 500	–
Mamusa LM: Bulk Water Supply to the Greater Mamusa Area: New bulk water supply from Bloemhof to Schweizer Reneke		–	3 000	13 500	–
Mamusa LM: Bulk Water Supply to the Greater Mamusa Area: New bulk water supply from Bloemhof to Schweizer Reneke		6 600	–	–	–
Mamusa: Upgrading of Ground Water supply system in Schweizer Reneke & Ipelegeng: Phase 2		–	–	–	–
Mamusa: Upgrading of sewer pump station in Schweizer Reneke & Ipelegeng		–	–	–	–
Mamusa: Refurbishment of Waste Water Treatment Works in Schweizer Reneke: Phase 2		2 000	–	–	–
Mamusa: Refurbishment of Water Treatment Works in Schweizer Reneke: Phase 2		1 500	–	–	–
Mamusa: WCDM in Schweizer Reneke & Ipelegeng Phase 1		2 000	2 000	–	–
Mamusa: WCDM in Schweizer Reneke & Ipelegeng Phase 2		–	4 000	2 000	–
Mamusa: Bulk water & Sewer upgrading to Mareesin Farm		–	5 555	–	–
Mamusa: Upgrading of Water supply to Glaudina		–	–	3 000	5 000
Mamusa: Upgrading of Water supply to Migdol		–	–	5 000	5 000
Mamusa: Upgrading of Water supply to Nooightgedagt		–	2 500	5 000	–
Mamusa: Upgrading of Water supply to Amalia		–	–	5 000	5 000
Mamusa: Upgrading of Water supply to Aandster		–	–	–	2 500
Mamusa: Drought Relief		–	–	–	–
Mamusa: Replacement of AC pipes in Schweizer Reneke and Ipelegeng		–	2 000	2 000	1 000
Mamusa LM: Construction of Oxidation Ponds: Glaudina		4 500	1 000	–	–
TOTAL CAPITAL PROJECTS FOR MAMUSA LOCAL MUNICIPALITY		16 600	29 055	56 000	18 500

3.1.5. Capital Projects for Naledi Local Municipality

DC39 Dr Ruth Segomotsi Mompati - Supporting Table SA36 Detailed capital budget

R thousand		2019/20 Medium Term Revenue & Expenditure Framework		
Function	Current Year 2018/19 Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22
Parent municipality: <i>List all capital projects grouped by Function</i>				
Naledi: Upgrading of Pudumong and Vryburg Water Purification Works - Phase 2A	–	–	–	–
Naledi: Bulk Water Supply: Upgrading to Vryburg and Huhudi - Phase 2B	–	–	–	–
Naledi: Water conservation and demand management (WCDM) in Stella Phase 2 (Additional funding)	1 307	–	–	
Naledi: Refurbishment of Stella Sewer pump station and Rising main	–	–	–	
Naledi: Water conservation and demand management (WCDM) and sewer network investigation: Phase 2 (Additional	–	–	–	
Naledi: Water conservation and demand management (WCDM) and sewer network investigation: Phase 3	12 800	–	–	
Naledi: Water supply to Broedersput Phase 1	–	–	–	
Naledi: Replacement of small bore Sewer pipes	4 000	–	–	
Naledi: Replacement of AC pipes in Vryburg and Huhudi	–	–	3 500	5 000
Naledi: Water supply upgrading to Geduldspan	9 550	–	–	
Naledi: Water supply upgrading to Dithakwaneng	–	2 395	3 000	5 000
Naledi: Upgrading Bulk Water supply to Stella and Rekgaratlhile (400HH)	–	–	–	3 000
Naledi: Upgrading of Water supply to informal settlements in Huhudi & Colridge (1900HH)	–	–	–	
Naledi: Upgrading of Water supply to informal settlements in Rekgaratlhile (700HH)	–	–	–	2 500
Naledi: Bophirima Rural Sanitation Programme 2016/2019 - Informal settlement (Monoto Motshweu (700), Monoto Motshetla (800) & Phola park (500) (1XVIP for every 4x Households)	7 000	–	–	
Naledi: Bophirima Rural Sanitation Programme 2016/2019 - Informal settlement Rekgaratilwe in stella	5 000	–	–	
Naledi: Upgrading of Water supply to Devondale		4 300	1 000	
Naledi: Water Meters in Broederspruit			2 000	2 500
Naledi: Water Meters in Devondale			3 000	1 000
Naledi: Water Meters in Dithakwaneng				2 500
Naledi: Vryburg - New Waste Water Treatment Plant: Phase 1	–			
Naledi: Vryburg - New Waste Water Treatment Plant: Phase 2	61 868	35 031	–	
Naledi: Building of New Oxidation ponds outfall Sewer for Stella and Rekgaratlhile	–	5 000	19 000	
TOTAL CAPITAL PROJECTS FOR NALEDI LOCAL MUNICIPALITY	101 525	46 726	31 500	21 500



Municipal Manager's Quality Certificate

DR RUTH S. MOMPATI DISTRICT MUNICIPALITY

MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, MPHO MOTHIBI, Acting Municipal Manager of Dr Ruth S Mompoti District Municipality, hereby certify that this 2019/20 MTREF Budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the 2019/20 MTREF Operating and Capital Budget and supporting documents are consistent with the Integrated Development Plan of the Municipality.

Print Name: Mpho Mothibi

Acting Municipal Manager of Dr Ruth Segomotsi Mompoti District Municipality

Signature: _____

Date: 27 May 2019